



**WINNIE MADIKIZELA-MANDELA
LOCAL MUNICIPALITY
MONTHLY REPORT**

**REPORT IN TERMS OF s71 OF THE MFMA FOR THE
MONTH OF DECEMBER 2023**

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PART 1 – IN-YEAR REPORT

1. Executive Summary

This is a report in terms of section 71 of the Municipal Finance Management Act No 56 of 2003 which requires that the Accounting officer of a municipality must, within 10 working days after the end of each month submit to the Mayor of the municipality and relevant provincial treasury a statement in the prescribed format on the state of the municipality's budget.

This is the six report of the 2023/24 financial year which should give an indication of how the municipality has performed on its first six months (mid-year) of operation in the indicated year. This is generally a period where activity worth reporting start taking shape after completion of appointments, submission of the annual financial statements to the Auditor General for auditing, departments working on ensuring that targets not achieved in the first quarter are combined with quarter two performance as a catch-up plan. Performance is expected be better this year compared to the same period in the previous years as procurement for most projects is in advanced stages and most have been appointed. The information reported below sets the tone for the remainder (next six months) of the financial year and decisions that may need to be taken to ensure that performance is improved where necessary and hopefully the contents of each report will help the Mayor, council and its structures to understand fully the status of the municipality's financial performance and decisions that need to be taken to ensure sustainability of the institution.

1.1 The Political Oversight

The Budget and Treasury Office standing committee is composed of the honourable councillors indicated below with their respective responsibilities within the department as follows: -

- | | |
|-----------------------|--|
| • Cllr N. Madikizela | Chairperson |
| • Cllr A. Diya | Committee Whip |
| • Cllr. N Cengimbo | Committee Member – Asset Management |
| • Cllr. X. Bhabhazela | Committee Member – Supply Chain Management |
| • Cllr S. Nomvalo | Committee Member - Reporting |
| • Cllr S. Jayiya | Committee Member - Budgeting |
| • Cllr L. Silangwe | Committee Member - Expenditure Management |
| • Cllr. P. Siramza | Committee Member - Revenue Management |

2. Administration

The municipality has been implementing mSCOA with its annual updates like all municipalities in the country as a business reform since its introduction from 1 July 2017. This was introduced to address among other things ensuring standardisation of treatment of transactions and reporting across all municipalities, to encourage proper planning and put controls in terms of revenue and expenditure management. Introduction of new and improved versions of the mSCOA chart has proven to present problems that sometimes make it impossible to operate normally requiring some extra effort to be put into the operations of the municipality to fulfil its service delivery mandate.

3. Staff turnover

There are currently no vacant positions within the Budget and Treasury Office to report on, which made things slightly better this year during the financial year-end processes as well as the preparation and finalisation of the Annual Financial Statements for submission at the end of August 2023 for auditing as required by the law as well as during the audit process which was concluded on 30 November 2023.

4. Implementation of mSCOA

As mentioned in the executive summary of the report, the municipality is implementing mSCOA as required. Following are some of the challenges that the implementation has posed to the municipality over the years:

a) Challenges Identified

i. Version Changes

On an annual basis, the mSCOA chart is reviewed to address implementation challenges and correct chart related errors. Towards this end, Version 6.8 is released with MFMA circular 126. Version 6.8 of the chart will be effective from 2024/25 and must be used to compile the 2024/25 MTREF.

Since the introduction of mSCOA, National Treasury has introduced a number of chart versions with the latest version referred to above to be used for the draft and final budgets for 2025 as well as the day to day operations of the municipality throughout the said year.

The version introduces a number of improvements from the previous versions which are expected to pose new challenges to the way the municipality does business and records transactions. We, however continue to examine the new chart to understand the full extent of the changes and their anticipated impact thereof.

History has taught us that there does not seem to be any agreed upon plan on the side of the system vendors and Treasury themselves to ensure that the information gets transferred in a uniform manner as

we find that some municipalities do not face the same challenges as others while others only realise when issues are being raised that they have similar challenges.

ii. IDP Budgeting

mSCOA requires that the IDP non-financial information be linked to the budget not only at the IDP and SDBIP level but also at the financial system level. As a way to force this, mSCOA has since required that all expenditures be linked to a strategic objective, project and specific ward in the municipal area including expenditure on personnel expenses.

iii. Production of in-year reports

All approved system vendors were required to have a functionality to produce all statutory reports to avoid municipalities having to prepare these manually. Munsoft was approved as one of the service providers on the strength that they indicated they use Caseware to produce these reports which the municipality also has access to. The utilisation of these two systems does however require some work and setting up to ensure they fully integrate, which was successfully addressed. Parts of this report have been prepared using the system even though there are parts that require manual population which is how the reporting templates are setup.

iv. Budget and reporting module functionality

The budget module of the system that the municipality uses has in the past been discovered to only work well with income and expenditure, other modules like balance sheet and cashflow budgeting still continue to produce aligning reports even though some principles are incorrect. This challenge seems however, to have been addressed from the adjustment budget processes and we continue to analyse the reasonability of the principles these modules are using to check consistency with the financial management standards.

Even though attempts are being made to ensure that all system vendors get their systems working as required when it comes to the balance sheet and cashflow budget, there is however consensus that the principles and information required to produce these are currently subject to discussions and revisions are required.

There are a number of trainings that continue to be setup by both Treasury and system vendors on the balance sheet and cashflow budgeting which we have attended and will continue to attend as the municipality to ensure full compliance during the upcoming adjustments budget and all other subsequent budgets.

5. Implementation of the Municipal Cost containment regulations

During the month of June 2019, the minister of finance approved Municipal Containment regulations effective from 1 July 2019. The regulations required municipalities to develop, adopt and implement policies as part of its budget related policies to support cost containment measures. These regulations were unfortunately approved after the municipal budget processes had been concluded which made it difficult for municipalities to develop these policies at such a short space of time. The council of Winnie Madikizela-Mandela Local municipality developed and adopted a policy on cost containment that is now being implemented.

The municipality has since implemented the following measures in line with cost containment:

- No catering for all meetings taking less than 5 hours
- No catering for all meetings held by only staff members regardless of the duration of the meeting
- All accommodation arrangements set within the limits as communicated
- All sporting activities have been discontinued.

The implementation of these regulations has seen a reduction in the amounts spent on traveling and accommodation and catering expenses which we believe will assist the municipality to redirect these funds to other service delivery initiatives in the years to come including the current year.

a. Supply and Delivery of Municipal Vehicles

As part of the cost containment regulations municipalities were directed to utilise the transversal contracts arranged and negotiated by National Treasury to procure municipal vehicles. According to the regulations, municipalities are only allowed to procure vehicles using any other means only if they can demonstrate that they will get the vehicles cheaper when using their own procurement processes. The municipality applied for approval to participate in the transversal contract (RT-57 2019) for procurement of municipal vehicles with National Treasury which was granted. This transversal contract was due to expire at the end of March 2023. A new contract has since been finalised in the form of (RT-57 2022) with effect from 1 July 2023 to 30 June 2026.

This means that all procurement for municipal vehicles including yellow fleet are now secured through this arrangement. The procurement process through the transversal contract still requires the following:

- The municipality to identify the need
- Development specification for the type of vehicle or machine required

- Check the specification against published suppliers and specification by Treasury
- Identify the supplier that is rated higher on the transversal contract on the list of suppliers
- Send the order to the highest ranked supplier first
- Allow three working days for the supplier to respond
- Move only to the second ranked supplier with the permission of the highest ranked supplier

The municipality will now be proceeding with all procurement requests in the current year through the process above and on the new contract as indicated.

b. Provision of vehicle fleet management services for the period 1 April 2021 to 31 March 2026

As part of both cost containment and operational needs of the municipality, the municipality has been approved to be a participant of RT-46 2020 arranged by National Treasury. The contract covers a range of services including the following:

- a) Fleet data integration
- b) Fuel, oil and Toll services
- c) Managed Maintenance, Repairs and Accident Reports
- d) Vehicle Tracking and Monitoring
- e) Driver, Vehicle Condition and Fine Management

We were hoping the approval in this contact will greatly assist the municipality in addressing the delays in procurement processes in cases where vehicles are required to be available for use in the short space of time. There are challenges which cause delays in the maintenance processes that we believe will need to be addressed with both National Treasury and Wesbank fleet services as the appointed service provider. Meetings are held quarterly with the appointed service provider to raise challenges faced. Some of the challenges are as follows:

- Shoddy work performed by some appointed mechanics
- Delays in assessments conducted by the service provider before approval of the repair work required
- Mechanics taking longer than expected to complete approved maintenance work
- Locations of service providers not confirmed before work is allocated

As part of the meetings with the service provider appointed by National Treasury we have been able to get clarity on some of the issues with their proposed solutions:

- Allocation of work is done according to the contract terms requiring that emerging mechanics and workshops be prioritised
- Mechanics and workshops used are registered in the database of approved workshops with a rotation system required
- More assessors have been recruited to address delays indicated
- The location of the municipality and lack of approved workshops in the area make it difficult to allocate work outside the province
- The municipality to provide a list of workshops that have been used over the years who are quick to respond to our maintenance requirements

As part of improvements that have been introduced on the management of the contract, the following has since been introduced:

- Dedicated contacts for each province
- Dedicated email addresses for each province
- Dedicated email addressed for VIP fleet
- Dedicated email addresses for Yellow Fleet (Earth Moving Equipment)
- Dedicated email addresses for general fleet
- Addition of new vendors on the database used by Wesbank to select suitable service providers

We continue to monitor the performance of the contract after these and provide more guidance on ways to improve our maintenance work.

6. Strategic Objectives

The Budget Treasury Office was part of the development of strategies for the municipality for the next five years from which short-term operational plans and targets relating to at least a period of one financial year. This is done in the form of the Service Delivery and Budget Implementation Plan (SDBIP) which was approved by the mayor within 30 days after the adoption of the annual budget by the municipal council.

shows the department's performance per quarter to ensure they are monitored and achieved at the end of the financial year:

KPA NO 4: BUDGET AND TREASURY											
Outcome 9 Objective											
Sub-Objectives	Strategic Issue	Objective No.	Strategies	Baseline Information	Project to be implemented	KPI - KPI	KPI Weight	Annual Target	Means of Verification	Budget	Mid-year Measurable Performance
Revenue collection	To achieve 100% billing of all active accounts for all services that are connected to each account to be billed by June 2024.	4.1	Metering of all electricity consumption by June 2024.	Electricity meters are read, recorded, and captured manually	Reading of electricity meters	Accurate billing of electricity consumption	4.1	0.5	Reading 100% of active electricity meters utilizing the Automated system by June 2024	R 947,00.00	Yes
Revenue management	To manage revenue collection trends that are decreasing posing a threat to the municipality's going concern	4.2	Strategic planning and budgeting	Strategic planning and budgeting	Annual financial performance review	Annual financial performance review	1.1	1.0	Annual financial performance review	R 947,00.00	No
Capital budgeting	To manage capital budgeting processes effectively	4.3	Strategic planning and budgeting	Strategic planning and budgeting	Annual financial performance review	Annual financial performance review	1.1	1.0	Annual financial performance review	R 947,00.00	No
Total	Total Strategic Issues	12	Total Strategic Objectives	12	Total Projected Impact	Total Projected Impact	12	12	Total Annual Target	Total Budget	Total Mid-Year Performance

KPA NO.4: BUDGET AND TREASURY																				
Su - b - Re - sult A re - a	Strate - gic Issue	Objec - tive No.	Strategic Objecti - ve	Baseline Informa - tion	Project to be implemented	Outcome 9 Objective														
						KP - I No	KPI Wei - ght	Output - KPI	Annual Target	Means of Verificati - on	Budget	Bud - get Sou - rce	Mid - year Measur - able Perform - ance	Financi - al Perfor - mance	Achiev - ed / Not Achiev - ed	Reason for Varia - nce	Reason for bud - get varia - nce	Remed - ial Action		
					Maintain an accurate and complete consumer master database for retails electricity and property rates 80% on electricity and 90% on refuse by June 2024	Percent age of billing of active customer account s.	4.1 .2	0.2 5	Billing of active consumer account s for Property rates, refuse and electric ity by June 2024	12 monthly Billing Report	R	-	N/A	1.03	Monthly Billing of active consumer account s for Property rates, refuse and electric ity by June 2024	100% active consumer accounts/ Property rates, refuse and electric ity by June 2024	100% active consumer accounts/ Property rates, refuse and electric ity by June 2024	N/A	N/A	N/A
					Billing completed beyond the 3rd day of each following month	reduced customer queries -All active of consumer account s billed as per consumer master database	4.1 .3	0.2 5	Billing complet ed by the 3rd day of each month following the billing month by June 2024	12 Month end closing Reports	R	-	N/A	1.	Month end proced ure for consumer debts, sundry debtors for July was performed within 03 days (03/08/23 , August 2023)	Month end proced ure for consumer debts, sundry debtors for July was performed within 03 days (03/08/23 , August 2023)	Month end proced ure for consumer debts, sundry debtors for July was performed within 03 days (03/08/23 , August 2023)	N/A	N/A	N/A

KPA NO.4: BUDGET AND TREASURY																									
Strategic Objective No.	Strategic Objectives	Outcome 9: Objective																							
		Project to be implemented	KPI No - KPI	Output - KPI	KPI Weight	Annual Target	Means of Verification	Budget	Budget Source	Mid-Year Measurable Performance	Non Financial Performance	Achieved / Not Achieved	Reason for Variance	Reason for budget variation	Remedial Action										
Sub-Result Area A		Baseline Information		Project to be implemented		Output - KPI		Budget		Mid-Year Measurable Performance		Non Financial Performance		Financial Performance		Achieved / Not Achieved		Reason for Variance		Reason for budget variation		Remedial Action			
Manual distribution of consumer statements		Sending of monthly statement using emails and sms's		4.1 .4		0.2 .5		Distribution of electronic monthly consumer statements by June 2024		12 R 7,308.00		Yes N/A		1. Emailing of 3 monthly statements distributed (July, Aug, Septemb er, Oct, November and December)		R4,091. 90		Achieved		N/A		N/A		N/A	

KPA NO 4: BUDGET AND TREASURY												
Sub-Result Area	Strategic Objective No.	Objectives	Baseline Information	Project to be implemented	Outcome 9 Objective							Reason for Variance
					KPI No	KPI Weight	Output - KPI	KP I No	Means of Verification	Budget	Budget Source	
		Review and Implementation of the Revenue enhancement Strategy by June 2024	Revenue Enhancement Strategy review with 2020/2021	Monitoring of the Revenue enhancement Strategy Action Plan	Improved revenue collection and generalization	4.1	0.2	4 Quarterly Revenue enhancement meeting	R	N/A	1. The Revenue enhancement strategy action plan was reviewed and reported on the 28th of September for Q1 and 2.16 December 2023 Quarterly enhancement meeting	N/A
		To achieve at least 95% collection of all debt by June 2024	Long outstanding debtors, which are more than 365 days	Outsourcing of collection services	Number of handed over accounts to debt collectors that are beyond 90 days	4.1	0.2	Implementing Consumer Data analyses, data cleansing and hardening over of all account	R 1,368.90	Yes	1.1 Quarterly report on 100% business accounts handed over for debt collection to debt collectors	N/A
				Implementation of credit control measures by June 2024							2. 1. Quarterly report on 100% business accounts handed over for debt collection to debt collectors up to the Mid year	N/A
										R430.80	Achieved	N/A

KPA NO 4: BUDGET AND TREASURY																					
Sub-Result Area	Issue	Strategic Objective No.	Strategic Objectives	Baseline Information	Project to be implemented	Outcome 9 Objective															
						KPI No	KPI Weight	Output - KPI	Annual Target	Means of Verification	Budget	Budget Source	Mid-year Measurable Performance	Non Financial Performance	Financial Performance	Achieved / Not Achieved	Reason for Variance	Reason for Budget Variance	Remedial Action		
Accounts receivable taking longer to identify and resolve	To achieve a clean audit by June 2024	Reviewing accounts receivable taking longer to identify and resolve	Performance of monthly debtors, rates and investment reconciliation by June 2024	Monthly reconciliations not performed by the 7th day of each month	Monthly review of debtors, rates and investment reconciliation by the 7th working day of each month	Number of monthly revenue debtors, investments and rates reconciliation	0.1	0.2	12	12 monthly review debtors, investments and rates reconciliation by June 2024	-	R	Yes	N/A	1. Signed monthly debtors, 12 monthly investments and 12 rates reconciliation	Review of 3 monthly debtors, 3 monthly investments and 3 monthly rates reconciliation	Review of 3 monthly debtors, 3 monthly investments and 3 monthly rates reconciliation were reviewed	R0.00	Achieved	N/A	N/A
Obligated Policies	Annual Review of sectional Policies by June 2024	Reviewing sectional policies by June 2024	Sectional policies that are not reviewed annually	Review of existing sectional policies and presentation to the relevant stakeholders	Number of reviewed and adopted policies	4.1	0.9	0.2	5	3 Reviewed and signed sectional and adopted policies by June 2024	-	R	N/A	1. N/A 2. N/A	3 Reviewed and signed sectional and adopted policies by June 2024	N/A	N/A	N/A	N/A	N/A	N/A
Compliance	To ensure proper regulations of the municipal powers and functions by June	Promulgation of property rates policy	Promulgation of property rates policy and credit control policy	Number of gazetted policies	4.1	0.10	0.2	5	2 Promulgated property rates policy and credit control policy by 30 June 2024	-	R	Yes	N/A	1. N/A 2. N/A	2 Promulgated property rates policy and credit control policy by 30 June 2024	N/A	N/A	N/A	N/A	N/A	N/A

KPA NO 4: BUDGET AND TREASURY											
Strategic Objective No.	Strategic Objectives	Baseline Information	Project to be implemented	Outcome 9 Objective				Budget Source	Mid-year Measurable Performance	Non Financial Performance	Reason for budget varia-
				KPI No	KPI Weight	Annual Target	Means of Verification				
Sub-Result Area A	2024	Gazettling of approved municipal tariffs (gazetting) by June 2024	Promulgation of the approved tariffs (gazetting)	No. of gazetted approved property rates (gazetting)	.11	0.2	1	Promulgated of the approved tariffs (gazetting)	R	N/A	N/A
Municipalities must comply with Section 18 of the MfRA and ensure that they fund their MREF budgets from realistically anticipated revenues to be collected.	Maximising the revenue generated on the municipal revenue base	Non-compliance with Municipal Property Rates Act (MfRA) as amended in 2014	To compare property rates categories on the valuation roll to those of the MfRA and ensure that the municipal tariffs are aligned with the categories	Number of reconciliation reports for property categories prepared	.12	0.2	4	Reconciliation report for property categories between the MfRA, valuation roll and Municipal Tariffs, and proof of submission 10 days after the end of each quarter	R	Yes	1.1 Reconciliation report for property categories between the MfRA, valuation roll and Municipal Tariffs, and proof of submission 10 days after the end of each quarter
								2 Recconciliation reports for property categories between the MfRA, valuation roll and Municipal Tariffs and proof of submission 10 days after the end of the quarter 2.1 Recconciliation report for property categories between the MfRA, valuation roll and Municipal Tariffs were performed up to the Mid year.	R0.00	Achieved	N/A
											N/A

KPA No 4: BUDGET AND TREASURY													
Outcome 9: Objective													
Sub - Re - Sult - Are - a.	Strate - gic Objec - tive No.	Strategic - es	Baseline - e Informati - on	Project to be implemented	KP - I NO	KPI Weight	Output - KPI	Budget	Mid - year Measur - able Perform - ance	Non Financial Perform - ance	Achiev - ed / Not Achiev - ed	Reason for Variati - on	Remedial Action
a.	Invoice s not submitted within 30 days of receipt for payment by June 2024	4.2	Enforce ment of system descrip - tions and compli - ance as per the Account payable policy by June 2024	Invoices still taking longer to reach BTO for payment	Centralisation of submission of invoices per department	Percent age of Creditor s paid within 30 days of receipt of a valid invoice	4.2 .1	100% Creditors paid within 30 days of receipt of a valid invoice by June 2024	Invoice register and age analysis report	R	Yes	N/A	N/A
b.	Datastruc - tures that are submitted with incomplete information and month end procedures that are not performed on time	4.2	To achiev - e a clean audit by June 2024	Develop sound, strict and effective procedur - es for reporting by June 2028	Implementing of month end module(cashiers,stores,creditors.ca shbook,sundries,consumer debtors,GL and Asees)	Number of monthly datastruc - tures and reports	4.2 .2	Submitting monthly datastruc - tures and reports no later than 10 working days after month end	12 confirmations of monthly datastruc - tures and reports from LG Portal not later than 10 working days after month end	R	-	N/A	N/A
c.	Inaccur - ate and incompli - cle commit - ment register	4.2	Commit - ment register with material missat - tements	Monthly review of commitment register by the 7th working day of each month	Number of monthly reviews	4.2 .3	12 signed commitment register	12 monthly reviews	12 signed commitment register	R	Yes	N/A	N/A

Expenditure Management

KPA NO 4: BUDGET AND TREASURY															
Sub-Result Area	Strategic Objective No.	Project to be implemented	Outcome 3 Objective												
			KPI NO	KPI Weight	Annual Target	Means of Verification	Budget	Budget Source	Mid-year Measurable Performance	Non Financial Performance	Financial Performance	Achieved	Achieved / Not Achieved	Reason for Variance	Reason for budget varia
Creditors and grants with errors taking longer to identify and resolve	Strategic Information	Monthly review of conditional grants, creditors, retention and vat reconciliation by the 7th working day of each month	Number of monthly reviewed creditors, grants, creditor s, monthly retention and monthly vat reconciliation	0.2	12	12 Signed monthly Condition al grants, monthly creditors, 12 monthly grants, 12 monthly retention and 12 monthly VAT reconcili ations by June 2024	R	-	N/A	6 monthly global credits, 6 monthly retention, 6 monthly condition al grants and 6 monthly VAT reconcili ations	6 monthly global credits, 6 monthly retention, 6 monthly condition al grants and 6 monthly VAT reconcili ations	Achieved	N/A	N/A	N/A
Payroll accounts with errors taking longer to identify and resolve	Strategic Information	Monthly review of payroll reconciliation by the 7th working day of each month	Number of monthly reviewed payroll reconcili ations	0.2	12	12 Signed monthly payroll reconciliation by June 2024	R	-	N/A	6 monthly payroll records (July, Aug, Sept, Oct, Nov and Dec)	6 monthly payroll records (July, Aug, Sept, Oct, Nov and Dec)	Achieved	N/A	N/A	N/A

KPA NO:4- BUDGET AND TREASURY																		
Outcome 9 Objective																		
Sub-Result Area	Issue No.	Strategic Objective No.	Strategies	Baseline Information	Project to be implemented	Output - KPI	KPI Weight	Annual Target	Means of Verification	Budget	Budget Source	Mid-year Measurable Performance	Non Financial Performance	Financial Performance	Achieved / Not Achieved	Reason for Variance	Reason for budget varia	Remedial Action
Outdated Policies	Annual Review of sectional Policies by June 2024	Reviewing sectional policies that are not reviewed annually	Review and adopt accounts payable policy.	Review and adopt accounts payable policy.	Number of reviewed policies	4.2 .6	0.2 5	1	01 Reviewed and signed Accounts Payables Policy resolution extract	R -	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
The municipality needs to fully comply with all statutory training requirement by June 2024	No clear monitoring of the procurement plan	Monitoring and adherence to clear procurement plan with no clear monitoring plan by June 2024	Approved procurement plan with no clear monitoring plan by June 2024	Monthly monitoring of the procurement plan	Number of monthly reports	4.3 .1	0.2 5	12 monthly reports on the monitoring of the procurement plan by June 2024	Signed report by the SCM Manager and CFO	R -	Yes	N/A	1.3 signed SCM reports	6 monthly SCM Reports were signed for the Mid year.	R0.00	Achieved	N/A	N/A
The municipality needs to fully comply with all statutory training requirement by June 2024	To have fully capacitated Supply Chain Management Personnel and effectively procure system by June 2024	Training of Supply Chain Management Personnel by June 2024	Training of Supply Chain Management Personnel by June 2024	Training of SCM Officials	Number of trained SCM personnel	4.3 .2	0.2 5	2 SCM officials trained on Microsoft and SCM regulations by 30 June 2024.	Attendance register concept signed by MM.	R 100,00.00	Yes	N/A	1.N/A 2.N/A	N/A	N/A	N/A	N/A	N/A

Sub-Result Area	Strategic Objective No.	Strategic Objectives	Baseline Information	Project to be Implemented	Outcome 9 Objective												
					Output - KPI	KPI No	KPI Weight	Annual Target	Means of Verification	Budget	Budget Source	Mid-year Measurable Performance	Financial Performance	Achieved / Not Achieved	Reason for Variance	Reason for budget varia	Remedial Action
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.1	Strategic Objective 1.1.1.1	Strategic Objective 1.1.1.1.1	Training of 22 SCM officers on newly promulgated PPPFA Regulations	4.3	0.2	02 SCM Officers trained to attendanc e registers, concept document signed by MM.	R 50,000.0 0	Yes	N/A	1. N/A	N/A	N/A	N/A	N/A	
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.1	Strategic Objective 1.1.1.1	Strategic Objective 1.1.1.1.2	Training of 22 SCM officers on newly promulgated PPPFA Regulations	4.3	0.2	02 SCM Officers trained to attendanc e registers, concept document signed by MM.	R 50,000.0 0	Yes	N/A	1. N/A	N/A	N/A	N/A	N/A	
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.1	Strategic Objective 1.1.1.2	Strategic Objective 1.1.1.2.1	Non-compliance with s16 of the MfMA	4.3	0.2	12 monthly monitoring reports for all extended contracts .	R -	Yes	N/A	1.3 monthly monitoring reports for all extended contracts by 30 June 2024	R 0.00	Achieved	N/A	N/A	N/A
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.1	Strategic Objective 1.1.1.2	Strategic Objective 1.1.1.2.2	Non-compliance with s16 of the MfMA	4.3	0.2	12 monthly monitoring reports for all extended contracts .	R -	Yes	N/A	1.3 monthly monitoring reports for all extended contracts by 30 June 2024	R 0.00	Achieved	N/A	N/A	N/A
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.2	Strategic Objective 1.1.2.1	Strategic Objective 1.1.2.1.1	Supplier database with information showing that has not been updated for a number of years	4.3	0.2	300 Supplier database updated information	R -	Yes	N/A	1. Publicati on of the call to suppliers to update their information on the municipal website. 2.103 Supplier information was updated in the second Quarter.	R 0.00	Achieved	N/A	N/A	N/A
Strategic Objective 1	Strategic Objective 1.1	Strategic Objective 1.1.2	Strategic Objective 1.1.2.1	Strategic Objective 1.1.2.1.2	Supplier database with information showing that has not been updated for a number of years	4.3	0.2	300 Supplier database updated information	R -	Yes	N/A	1. Publicati on of the call to suppliers to update their information on the municipal website. 2.103 Supplier information was updated in the second Quarter.	R 0.00	Achieved	N/A	N/A	N/A

KPA N0 4: BUDGET AND TREASURY																	
Outcome 9 Objective																	
Su - b- Re sult Are a	Strate gic Objec tive No.	Strategic Objecti ve No.	Strategic es	Baselin e Infor mation	Project to be implemented	KP I - KPI -	KP I NO -	Output -	Annual Target	Means of Verificati on	Budget						
No effectiv e schedul e of bid commit tee sittings	Developi ng mechani sms to monitor sitting of bid commit tees by June 2024	Bid committ ees sitting randomly	Schedule of sitting of bid committees	4.3 6	0.5	Schedul e of bid committ ee sittings with confirm ed dates	12 Signed schedule of bid committ ee s. attendanc e registris for Bid Adjudicati on Comm each bid is conclu ed within 60 days of the lender closing by June 2024	R	Yes	N/A	Three schedule d for bid committ ee sealing were develop ed and signed. 2.18 sealed Bid commit tees and 3 signed schedule e of sealing	R0.00	Achiev ed	N/A	N/A	N/A	
Inadeq uate contrac t manag ement proces ses	Review of all existing contract s by June 2024	To have valid and closely monitored munic ipal contrac ts by June 2024	Contract register only approv ed at a year end	Contract register reviewed monthly	Number of contract register \$ review ed monthly	4.3 .7	0.2 5	12 monthly signed contract registers	R	N/A	1.3	6 monthly contract registers were reviewed up to the Mid year.	R0.00	Achiev ed	N/A	N/A	N/A
Outdat ed Policies	Review of section al Policy s by June 2024	Sectional policies that are not reviewed annually	Review and adoption of existing sectional policies.	Number of review ed policies	4.3 .8	0.2 5	3 review and sign of SCM policies by June 2024	Reviewed R	N/A	N/A	1. N/A 2. N/A	Sign and SCM policies by June 2024	N/A	N/A	N/A	N/A	N/A

KRA NO4: BUDGET AND TREASURY																
Su- b- Re- sult Are- a	Issue No.	Strategic Objective	Objec- tive No.	Strategic Objectives	Baseline Information	Project to be implemented	Outcome 9: Objective					Reason for budget variation	Remedial Action			
							KPI No	KPI Weight	Output - KPI	KP I NO	Annual Target	Means of Verification	Budget	Bud- get Sou- rce	Mid- year Measur- able Perform-	Finan- cial Perfor- mance
Financial statements with non-compliance with laws	To have an accurate clean audit by June 2024	To have a complete and accurate GRAp compliant Asset Register by June 2024	To have a complete and accurate GRAp compliant Asset Register by June 2024 with no Audit Findings	Performance of monthly reconciliations between FAR and GL within 5 working days after month closure.	number of reconciliations approved and reviewed	4.4 .1	0.2 5	12	R	N/A	N/A	6 Fixed Assets reconciliations were reviewed and approved up to the Mid year.	N/A	N/A	N/A	N/A
All assets recorded in the FAR do exist and validated accurately by June 2024	Approved Assets Verification Report as at 30 June 2022	Quarterly performance of Assets verification process before the end of the following month after the end of the quarter.	Number of signed and approved quarterly Assets Verification Reports	4.4 .3	0.2 5	4	Reviewed and signed Assets Verification Reports	-	R	N/A	N/A	2 Physical verification of all Assets in our FAR was approved and reviewed up to the Mid year.	R0.00	Achieved	N/A	N/A

Asset Management

KPA N04: BUDGET AND TREASURY											
Sub-Result Area	Issue	Strategic Objective No.	Strategic Objectives	Baseline Information	Project to be implemented	Output - KPI	KPI No - KPI	KPI Weight	Means of Verification	Budget	Budget Source
					Quarterly performance of inventory count process before the end of the following month after the end of the quarter.	Number of performed, Review and approved Inventory Count with Reports	4.4 .7	0.2 5	4 Reviewed and signed Inventory Count Reports by June 2024	R -	N/A
					Approve Inventory Count report as at 30 June 2022	Inventory Count with Reports					
					Valid Insurance contract for municipal assets	Continuous extension of municipal insurance	4.4 .8	0.5	Insurance services provided for municipal assets by June 2024,	R 3,776.05 2.00	Yes N/A
All council assets need to be fully insured to ensure going concern assumption of the municipality is not at risk.	To ensure that the municipality has an active insurance policy by June 2024										
Municipality that is operating smoothly with enough operational material	To ensure that municipality has stationary available when needed by June 2024				Valid contract for provision of municipal stationery	To supply stationery	4.4 .9	0.2 5	Provision of stationery for municipal operations by June 2024	R 1,816.21 2.00	Yes N/A
					Municipality have an existing contract for 12months						

KPA No.4: BUDGET AND TREASURY										
Su- b- Re- sult Are- a	Strate- gic Objecti- ve No.	Objec- tive No.	Strategic Objec- tives	Baseline Infor- ma- tion	Project to be implemented	Output - KPI	KPI No	KPI Weight	Annual Target	Outcome 9 Objective
Outdat ed Asset and Inventory Management Policies by June 2024	Review of Asset and Inventory Management Policies by June 2024	Annual review of Asset and Inventor y Management Policies by June 2024	Reviewed and approved Asset and Inventor y Management Policies by June 2024	Review of existing Asset and Inventory Management Policies	Number of Asset and Inventor y Management Policies reviewed and signed	.10	0.2	5	2	Signed Assets and Inventory Management Policies; resolution extract
All council assets need to be well managed effectively.	Compliance with the requirements of MfMA section 63 by June 2024	Review of effective Asset Management Plan by June 2024	None	Review of Asset Management Plan	Number of Review ed Asset Management Plan	.11	0.2	5	1	Reviewed and signed Assets Management Plan by 30 June 2024
Financial statements with non-compliance with laws	To compile Annual Financial Statements that comply with all requirements by June 2024	Develop sound, strict and effective procedures for the compilation of AFS by June 2024	Audited Annual Financial Statements for 2023/22 with compliance findings	Development and approval of processes and procedures for compilation of compliant financial statements.	Credible Annual Financial Statements submitted	.1	0.5	1	AFS ; Proof of caseware payment, interim Annual Financial statements	R 200,000.00
Reporting		4.5	4.5	1 To compile Annual Financial Statements that comply with all requirements by June 2024	1 Audited Annual Financial Statements for 2023/22 with compliance findings	1	0.5	1	1. Monitoring of AFS plan, Roll-forward of AFS File R0.00	N/A
									2. N/A	N/A
									Achieved	N/A
										N/A

KPA NO:4: BUDGET AND TREASURY																			
Su- b- Re- sult Are- a	Strate- gic Objec- tive No.	Strategic Objec- tive No.	Strategic Objec- tive No.	Outcome 9 Objective			Performance Measure												
				Output - KPI	KP I No	KPI Wei- ght	Meas- ur- ing of Verifi- ca- tion	Bud- get Sou- rce	Bud- get Per- for- mance	Mid- year Meas- ur- able Per- for- mance	Non- Finan- cial Per- for- mance	Achiev- ed / Not Achiev- ed	Reason for Varia- nce	Remed- ial Action					
To achieve a clean audit by June 2024	Manage audit and ensure audit readiness by June 2024	Manage audit and ensure audit readiness by June 2024	Manage the external audit by the office of the Auditor General to ensure smooth running	Project to be implemented	Baseline Information	Strategic Objective No.	Strategic Objective No.	Output - KPI	KPI I No	KPI Weight	Means of Verification	Budget	Budget Get Source	Financial Performance	Mid-year Measurable Performance	Non-Financial Performance	Achieved / Not Achieved	Reason for Variance	Remedial Action
Non-compliance with statutory requirements	Preparation and submission of all in-year statutory reports which is section 71(2d) and 3 of the MFMA and	Reports not submitted on time	Submission of s71 Report not later than 10 working day of each month	Number of signed s71 Reports and monthly FMG report submitted	4.5	0.2	5	12 Signed monthly Bank Reconciliation	-	N/A	1.3 Reviewed monthly Bank Reconciliation	R0.00	6 monthly bank reconciliation were reviewed for Mid year	R0.00	1.3 Reviewed monthly Bank Reconciliation	N/A	Achieved	N/A	N/A
Adhere to compliance in terms of management and reporting	Preparation and submission of all in-year statutory reports which is section 71(2d) and 3 of the MFMA and	Reports not submitted on time	Submission of s71 Report not later than 10 working day of each month	Number of signed s71 Reports and monthly FMG report submitted	4.5	0.2	5	Proof of submission of 12 signed s71 Reports by 30 June 2024	-	N/A	1. Submittal of 3 s71 and 3 s71 Report and 12 signed FMG report	R0.00	6 s71 Report and 6 monthly FMG Reports were submitted up to the Mid year.	R0.00	Achieved	N/A	N/A	N/A	

KPA NO 4: BUDGET AND TREASURY																		
Sub - Re - sult Are a	Strate - gic Issue Are	Strategic Objec - tive No.	Strategic Area	Baseline e Informa - tion	Project to be implemented	Output - KPI	KPI No	KPI Wei - ght	Annual Target	Means of Verifica - tion	Budget	Bud - get Sou - rce	Mid - Year Measur - able Perform - ance	Non Finan - cial Perfor - mance	Achiev - ed / Not Achiev - ed	Reason For Varia - ce	Reason for bud - get vara	Remed - ial Action
Outcome 3 Objective																		
4.5	FMG monthly and quarterly Reports by June 2024	FMG monthly and quarterly Reports by June 2024	Submission of s52d reports within 30 days of the end of each quarter	Number of signed s52d and quarterly FMG Reports submitted	.5	0.2	5	Submiss ion of 4 signed s52d Reports and 4 FMG Quarterly Reports	R	N/A	N/A	1. Submitt ed 1 Quarterly and 1 FMG Reports	2. Submit ted 1 Quarterly and 1 FMG Reports	Achiev ed	N/A	N/A	N/A	
4.6	The municipality needs to comply with all statutory budgeting and reporting requirements	Budgeting	Submission of the s72 report by the 25th of January 2024	Signed mid-year assessment report	.6	0.2	5	Submiss ion of 1 signed s72 Reports (Mid Year assessment Report) by 25 January 2024	R	N/A	N/A	1. N/A	2. N/A	N/A	N/A	N/A	N/A	
4.6	Adhere to compliance with Municipal Regulations on Minimum Competency levels		Training of new finance official on Minimum Competency levels	Training of newly appointed FMG Interns and finance officials to meet minimum competency requirements	.1	0.2	5	Number of trained financial management interns and finance staff to meet minimum competency requirements	R	174,00. 00	N/A	1. Enrolment of 3 financial management interns and Atlantic register attendance	Three (3) interns were enrolled and attended training provided by June 2024	Achiev ed	N/A	N/A	N/A	

KPA NO 4: BUDGET AND TREASURY																
Su- b- Re- sult Are- a	Strate- gic Objecti- ve No.	Strategic Objec- tive No.	Strategic Objec- tive No.	Strategic Objec- tive No.	Outcome 9 Objective											
					KPI I NO	KPI Wei- ght	Output - KPI	Annual Target	Means of Verifi- cation	Budget	Bud- get Sou- rce	Mid- year Measur- able Perfor- mance	Non- Financial Perfor- mance	Achiev- ed / Not Achiev- ed	Reason for Varian- ce	Reason for bud- get varia- tion
To timely produce budget in line with the National Treasury guidelines and regulations by June 2024	Develop and monitor processes to ensure timely preparation, adoption and publication of credible municipal budgets by June 2024	Adjustments budget approved by 28 February 2024; and draft budget approved by 31 March 2024; final budget approved 31 May 2024	Baseline Information	Project to be implemented	Compile three budgets to be approved by council	Number of Approved budgets	4.6 .2	0.5	Approved Adjustment Draft and Final Budget by June 2024;	R -	N/A N/A	1. N/A 2. N/A	N/A	N/A	N/A	N/A
Outdated Policies	Reviewing sectional policies that are not reviewed annually	Sectional policies that are not reviewed by June 2024	Review of existing sectional policies and presentation to the relevant stakeholders	Number of reviewed policies	4.6 .4	0.5	01 IDP and Budget policy review and adopted by 30 June 2024	01 Reviewed and signed IDP/Budget policy/note deletion extract	R -	N/A N/A	1. N/A 2. N/A	N/A	N/A	N/A	N/A	N/A

The table above shows that the department had 34 targets for the period between October to December 2023, from which 33 were achieved with only 1 target not achieved mainly due to the implementation of the municipal staff regulations that is currently under way in the municipality. A verification of the performance reported is being done by both Internal Audit and the municipality's PMS office. A consolidated municipal report will be presented on the s52d and s72 reports.

7. In-year budget statement tables

a) Budget Statement Summary

EC443 Winnie Madikizela Mandela - Table C1 Monthly Budget Statement Summary - M06 December

Description	2022/23		Budget Year 2023/24						
	Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands									
Financial Performance									
Property rates	21,160	21,250	—	604	18,101	10,625	7,476	70%	21,250
Service charges	56,325	37,904	—	4,711	26,465	18,952	7,512	40%	37,904
Investment revenue	21,920	15,890	—	2,426	15,885	7,945	7,940	100%	—
Transfers and subsidies - Operational	21,920	349,897	—	114,491	262,727	174,949	87,778	50%	15,890
Other own revenue	342,186	15,153	—	1,576	9,191	7,576	1,615	21%	—
Total Revenue (excluding capital transfers and contributions)	463,512	440,094	—	123,807	332,369	220,047	112,321	51%	440,094
Employee costs	114,174	130,212	—	9,561	57,241	65,106	(7,865)	-12%	130,212
Remuneration of Councillors	26,321	28,480	—	2,612	13,495	14,240	(745)	-5%	28,480
Depreciation and amortisation	41,762	54,371	—	3,170	18,931	27,185	(8,255)	-30%	54,371
Interest	—	100	—	—	—	50	(50)	-100%	100
Inventory consumed and bulk purchases	47,637	55,216	—	3,475	23,113	27,608	(4,495)	-16%	55,216
Transfers and subsidies	2,593	3,431	—	—	40	1,715	(1,675)	-98%	3,431
Other expenditure	154,559	175,887	—	12,074	74,354	87,944	(13,590)	-15%	175,887
Total Expenditure	387,046	447,697	—	30,892	187,173	223,849	(36,676)	-16%	447,697
Surplus/(Deficit)	76,466	(7,603)	—	92,916	145,196	(3,801)	148,997	-3919%	(7,603)
Transfers and subsidies - capital (monetary)	93,836	76,295	—	12,560	37,187	38,148	(961)	-3%	76,295
Transfers and subsidies - capital (in-kind)	479	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	170,782	68,692	—	105,476	182,382	34,346	148,036	431%	68,692
Share of surplus/ (deficit) of associate	—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year	170,782	68,692	—	105,476	182,382	34,346	148,036	431%	68,692
Capital expenditure & funds sources									
Capital expenditure	149,223	123,282	—	11,659	45,869	61,641	(15,772)	-26%	123,282
Capital transfers recognised	87,749	66,343	—	11,339	33,209	33,172	37	0%	66,343
Borrowing	—	—	—	—	—	—	—	—	—
Internally generated funds	61,474	56,939	—	320	12,661	28,469	(15,809)	-56%	56,939
Total sources of capital funds	149,223	123,282	—	11,659	45,869	61,641	(15,772)	-26%	123,282
Financial position									
Total current assets	468,005	413,370	—	—	624,753	—	—	—	413,370
Total non current assets	881,715	875,374	—	—	908,636	—	—	—	875,374
Total current liabilities	81,357	99,779	—	—	82,644	—	—	—	99,779
Total non current liabilities	11,485	22,484	—	—	11,485	—	—	—	22,484
Community wealth/Equity	1,256,878	1,166,481	—	—	1,439,260	—	—	—	1,166,481
Cash flows									
Net cash from (used) operating	232,129	170,828	—	112,354	182,416	85,414	(97,003)	-114%	170,828
Net cash from (used) investing	(149,222)	(141,376)	—	(11,783)	(55,728)	(70,688)	(14,960)	21%	(141,376)
Net cash from (used) financing	—	—	—	—	—	—	—	—	—
Cash/cash equivalents at the month/year end	360,015	306,560	—	486,704	486,704	291,835	(194,869)	-67%	389,467
Debtors & creditors analysis	0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Dys	151-180 Dys	181 Dys-1 Yr	Over 1Yr	Total
Debtors Age Analysis									
Total By Income Source	10,494	3,162	2,929	2,971	12,959	2,292	2,048	67,554	104,409
Creditors Age Analysis									
Total Creditors	—	13	—	—	—	—	—	—	13

The table above shows a summary of the municipality's financial performance for the period ended 31 December 2023. The first part of the table shows financial performance which gives information about whether the municipality made a loss or a surplus during the month followed by a summary of the municipality's performance on its capital budget. This is then followed by the municipality's financial position, a summary of the cashflow recalculation and then debtors and creditors age analysis.

b) Financial Performance by functional classification

EC443 Winnie Madikizela Mandela - Table C2 Monthly Budget Statement - Financial Performance (functional classification) - M06 December

Description R thousands	Ref 1	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue - Functional										
Governance and administration		394,999	391,308	—	118,185	298,190	195,654	102,536	52%	391,308
Executive and council		—	—	—	—	—	—	—	—	—
Finance and administration		394,999	391,308	—	118,185	298,190	195,654	102,536	52%	391,308
Internal audit		—	—	—	—	—	—	—	—	—
Community and public safety		6,325	4,599	—	272	2,055	2,299	(245)	-11%	4,599
Community and social services		1,597	605	—	36	183	303	(119)	-39%	605
Sport and recreation		—	—	—	—	—	—	—	—	—
Public safety		4,728	3,993	—	236	1,871	1,997	(125)	-6%	3,993
Housing		—	—	—	—	—	—	—	—	—
Health		—	—	—	—	—	—	—	—	—
Economic and environmental services		80,051	62,281	—	11,205	25,337	31,141	(5,804)	-19%	62,281
Planning and development		6,859	2,986	—	394	2,422	1,493	929	62%	2,986
Road transport		73,192	59,295	—	10,811	22,915	29,648	(6,732)	-23%	59,295
Environmental protection		—	—	—	—	—	—	—	—	—
Trading services		76,452	58,201	—	6,706	43,973	29,101	14,873	51%	58,201
Energy sources		57,288	49,298	—	6,110	38,629	24,649	13,980	57%	49,298
Water management		—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—
Waste management		19,164	8,903	—	596	5,344	4,452	893	20%	8,903
Other	4	—	—	—	—	—	—	—	—	—
Total Revenue - Functional	2	557,828	516,389	—	136,368	369,555	258,195	111,361	43%	516,389
Expenditure - Functional										
Governance and administration		165,572	217,120	—	14,045	86,573	108,560	(21,987)	-20%	217,120
Executive and council		59,350	68,123	—	5,059	27,449	34,061	(6,612)	-19%	68,123
Finance and administration		102,238	144,047	—	8,583	56,793	72,024	(15,231)	-21%	144,047
Internal audit		3,984	4,950	—	404	2,331	2,475	(144)	-6%	4,950
Community and public safety		25,233	34,348	—	2,012	11,745	17,174	(5,429)	-32%	34,348
Community and social services		8,067	13,748	—	577	3,395	6,874	(3,479)	-51%	13,748
Sport and recreation		1,977	2,866	—	158	1,029	1,433	(404)	-28%	2,866
Public safety		14,133	16,544	—	1,198	6,869	8,272	(1,403)	-17%	16,544
Housing		1,056	1,190	—	79	451	595	(144)	-24%	1,190
Health		—	—	—	—	—	—	—	—	—
Economic and environmental services		73,425	95,895	—	7,493	45,452	47,947	(2,495)	-5%	95,895
Planning and development		24,405	27,599	—	1,875	10,189	13,799	(3,610)	-26%	27,599
Road transport		46,783	65,786	—	5,470	34,249	32,893	1,355	4%	65,786
Environmental protection		2,236	2,510	—	148	1,015	1,255	(240)	-19%	2,510
Trading services		119,513	96,035	—	7,002	42,017	48,018	(6,000)	-12%	96,035
Energy sources		94,197	67,303	—	4,872	29,493	33,652	(4,158)	-12%	67,303
Water management		—	—	—	—	—	—	—	—	—
Waste water management		—	—	—	—	—	—	—	—	—
Waste management		25,316	28,732	—	2,130	12,524	14,366	(1,842)	-13%	28,732
Other		3,303	4,299	—	340	1,386	2,150	(764)	-36%	4,299
Total Expenditure - Functional	3	387,046	447,697	—	30,892	187,173	223,849	(36,676)	-16%	447,697
Surplus/ (Deficit) for the year		170,782	68,692	—	105,476	182,382	34,346	148,036	431%	68,692

The table above shows the municipality's financial performance for the period ended 31 December 2023 in functional classification which was created by National treasury to assist in reporting financial information per functional area. This information is consolidated at National treasury level to produce the provincial and national financial reports.

c) Revenue by Source

EC443 Winnie Madikizela Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description R thousands	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Revenue										
Exchange Revenue										
Service charges - Electricity		40,848	32,243	—	4,359	24,342	16,121	8,221	51%	32,243
Service charges - Water		—	—	—	—	—	—	—	—	—
Service charges - Waste Water Management		—	—	—	—	—	—	—	—	—
Service charges - Waste management		15,477	5,661	—	353	2,122	2,831	(708)	-25%	5,661
Sale of Goods and Rendering of Services		158	201	—	1	89	101	(12)	-12%	201
Agency services		1,361	1,266	—	93	752	633	119	19%	1,266
Interest		—	—	—	—	—	—	—	—	—
Interest earned from Receivables		2,413	3,390	—	329	1,771	1,695	77	5%	3,390
Interest from Current and Non Current Assets		21,920	15,890	—	2,426	15,885	7,945	7,940	100%	15,890
Dividends		—	—	—	—	—	—	—	—	—
Rent on Land		—	—	—	—	—	—	—	—	—
Rental from Fixed Assets		7,576	5,282	—	444	2,393	2,641	(248)	-9%	5,282
Licence and permits		—	—	—	—	—	—	—	—	—
Operational Revenue		676	471	—	139	279	236	43	18%	471
Non-Exchange Revenue										
Property rates		21,160	21,250	—	604	18,101	10,625	7,476	70%	21,250
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		1,225	225	—	1	17	113	(95)	-85%	225
Licence and permits		2,169	2,537	—	141	1,114	1,269	(155)	-12%	2,537
Transfers and subsidies - Operational		342,754	349,897	—	114,491	262,727	174,949	87,778	50%	349,897
Interest		4,037	1,780	—	427	2,777	890	1,887	212%	1,780
Fuel Levy		—	—	—	—	—	—	—	—	—
Operational Revenue		—	—	—	—	—	—	—	—	—
Gains on disposal of Assets		—	—	—	—	—	—	—	—	—
Other Gains		1,738	—	—	—	—	—	—	—	—
Discontinued Operations		—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)		463,512	440,094	—	123,807	332,369	220,047	112,321	51%	440,094

The above table shows the municipality's revenue per revenue source. This is in line with the services that municipalities are providing. An analysis of each revenue source follows below:

- **PROPERTY RATES:** The municipality being a local municipality levies property rates on all rateable properties within the Mbizana area in terms of the Municipal Property Rates Act No.6 of 2004. The categories of rate payers include government departments which own properties, like Public Works which are levied once at the beginning of the financial year which lead to the revenue generated for the month to be R15.2 million in the 1st month and a decrease to an average of just over R600 thousand a month for the following months to the end 30 June 2024. The current revenue recognised on this stream may seem to be way above the monthly target but it is important to note that this is only due to properties levied only at the beginning of the financial for the whole year.

- **ELECTRICITY REVENUE:** The municipality distributes electricity in the town area as per its distribution licence. This is one of the major sources of revenue for the municipality as households now depend on electricity for their day to day living. This is a trading service where the municipality gives electricity equivalent to the amount provided by the consumer. Municipalities are therefore expected to at least recover the cost of providing the service. The approval of tariffs by NERSA is set up such that the municipality can make some form of surpluses from sale of electricity so that it may be able to maintain the infrastructure used to render the service and defray all other operating expenses related to the service provision. The municipality has generated over R4.3 million for the month and a year to date actual of R24.3 million. This is above the projection by about 51% (about R8.1 million) which may add up to R16.2 million by the end of the year if attempts to better the situation do not yield any results. As previously reported, the municipality has installed an automated meter reading system to assist in reducing losses and detect areas where there might be tampering with the municipal infrastructure. There are however challenges that the municipality has faced with the system since installation:

 - Modems damaged by water
 - Modems being stolen or damaged

The municipality's electricity section continues to work on a solution to have lockable boxes where these modems are installed.

- **Solid Waste Removal:** Collection and disposal of solid waste is one of the services that the municipality provides to the town area and a few sites outside of town including the Wild Coast Sun Casino. The municipality has implemented a new billing approach which ensures that all customers who individually generate waste are billed individually. The exercise was conducted by the refuse section and the billing database has significantly increased and showed us that there are customers we have been providing the service to at no cost at all. This has resulted in the revenue billed for the month to be around R353 thousand which is less than the projection by 25%. An investigation indicated that the decrease may be as a result of the correction of categories from the verification conducted by the user department from the categories previously confirmed for billing purposes.
- **Interest on Investments:** The municipality invests surplus cash and unspent grants to generate interest that would be utilised to fund other municipal programmes, this interest includes interest on the municipality's positive balance in the municipality's main account. The table above shows that the municipality generated over R2.4 million worth of interest on investments with a year to date

actual that is above the projection by 100% which hope will be maintained as the year progresses to supplement the municipality's funding capacity during the adjustment budget process.

- **Interest on outstanding debtors:** The municipality charges interest on debtors owing for more than 30 days at a rate of prime plus 2% as per the municipality's credit control and debt collection policy. This has yielded interest of R755 thousand for the period ended 31 December 2023 which has gone above the amount projected for the period by 217%. This requires intense debt collection initiatives. A higher interest generation means the municipality's debtors are more than what they were projected to be.
- **Fines:** The municipality has a traffic department which enforces traffic laws and the municipality's by-laws. Anyone found to have contravened these laws is charged a fine accordingly. These fines also include fines for electricity tempering. The municipality generated just about R1.4 thousand for the month of revenue on these fines and a year to date of R17 thousand which is below the projection by 85%. It is worth noting though that this does not represent cash collected and measures should be put in place to ensure people pay their fines. Experience has taught us that people generally do not settle traffic fines and, in most cases when they do they do so at lower values than the initial revenue recognised. This is one of the areas where we were forced to adjust down in the previous year to ensure that we end up with realistic revenues.
- **Rental of facilities:** The municipality has properties that it rents out to other businesses and individuals from which it generates revenue. These include properties like the Boxer complex, Spar, Browns, Bargain and others. The revenue generated here also includes rental for billboards and advertising around the town area. The municipality has generated about R444 thousand for the month which has pushed the actual performance to a level below the projection by 9%, an improvement from 11% in the previous month which is a result of a combination of revised contracts that have been concluded and those that have since expired and are on a month to month term.
- **Licenses and permits:** The municipality has a fully functional testing station which has been in operation for the past three years. This has been one of the municipality's promising revenue stream since the completion of the testing station. The municipality only generated R141 thousand worth of revenue for the period. The municipality has generated below the projected collection by 12% which we hope will be improved as the year progresses to at least come closer to the amounts projected.

- **Transfers and subsidies:** The municipality receives grants, both conditional and those without conditions. The report shows that an amount of over R114.4 million has been transferred to revenue for the period ended 31 December 2023 from the operating grants whose conditions have been met. This has recorded a year to date performance of R262.7 million the first six months of the financial year. This happens when the municipality has spent the grants according to the requirements of the funders or DORA. The biggest chunk of these transfers is equitable share that was received during the first month of the financial year and during the month.

d) Debt Collection

The table below shows a 222% overall collection rate for the month ended 31 December 2023. However, we note a 93% collection rate on leasehold fees, 68% on electricity, 997% on property rates and 79% on refuse removal for the period.

WINNIE MADIKIZELA MANDELA LM : MONTHLY BILLING & RECEIPTS (including VAT)
YEAR ENDING: 30 June 2024

INCOME TYPE	JULY	AUGUST	SEPTEMBER	1ST QUARTER	OCTOBER	NOVEMBER	DECEMBER	2ND QUARTER	TOTAL
RATES									
billed	15,604,954.85	1,123,005.38	1,123,511	17,851,471	1,125,130.39	1,027,745.78	1,030,076.00	3,182,952.17	21,034,423.06
payment received	627,626.58	796,922.50	613,744	2,038,294	557,899.15	10,251,524.46	515,224.90	11,324,648.51	13,362,942.02
% of billing received	4%	71%	55%	11%	50%	997%	50%	356%	64%
ELECTRICITY									
billed	3,155,904.34	3,176,575.05	3,052,055	9,384,534	3,474,151.04	3,786,663.64	3,486,583.29	10,747,397.97	20,131,932.03
payment received	2,272,302.01	2,208,570.00	2,248,110	6,728,982	2,418,818.04	2,580,284.91	2,203,396.05	7,202,499.00	13,931,481.17
% of billing received	72%	70%	74%	72%	70%	68%	63%	67%	69%
LEASEHOLD FEES									
billed	376,354.31	376,354.31	354,289	1,106,997	354,288.81	378,119.55	381,881.42	1,114,289.78	2,221,287.21
payment received	317,569.70	352,272.46	319,556	989,399	321,158.11	350,118.76	468,332.57	1,139,609.44	2,129,007.99
% of billing received	84%	94%	90%	89%	91%	93%	123%	102%	96%
VAT									
billed	582,492.91	585,865.38	563,850	1,732,208	627,163.94	677,615.39	633,167.71	1,937,947.04	3,670,154.83
payment received	434,171.56	409,863.83	425,024	1,269,059	453,654.74	481,617.01	437,697.21	1,372,968.96	2,642,028.19
% of billing received	75%	70%	75%	73%	72%	71%	69%	71%	72%
INTEREST									
billed	284,801.86	285,265.88	295,487	865,555	302,656.56	311,748.06	328,700.36	943,104.98	1,808,659.76
payment received	127,852.26	100,457.22	117,095	345,404	106,142.59	569,306.79	99,906.00	775,355.38	1,120,759.78
% of billing received	45%	35%	40%	40%	35%	183%	30%	82%	62%
REFUSE REMOVAL									
billed	351,026.45	352,839.00	352,652	1,056,517	352,652.00	352,652.00	352,652.00	1,057,956.00	2,114,473.45
payment received	295,867.99	243,433.41	251,617	790,919	275,153.67	279,996.61	251,269.11	806,419.39	1,597,338.23
% of billing received	84%	69%	71%	75%	78%	79%	71%	76%	76%
TOTAL INCOME									
billed	20,355,534.72	5,899,905.00	5,741,843	31,997,282	6,236,042.74	6,534,544.42	6,213,060.78	18,983,647.94	50,980,930.34
payment received	4,075,390.10	4,111,519.42	3,975,147	12,162,057	4,132,826.30	14,512,848.54	3,975,825.84	22,621,500.68	34,783,557.38
% of billing received	20%	70%	69%	38%	66%	222%	64%	119%	68%

e) Expenditure by Type

EC443 Winnie Madikizela Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description R thousands	Ref	2022/23		Budget Year 2023/24					
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Expenditure By Type									
Employee related costs		114,174	130,212	—	9,561	57,241	65,106	(7,865)	-12%
Remuneration of councillors		26,321	28,480	—	2,612	13,495	14,240	(745)	-5%
Bulk purchases - electricity		42,241	47,731	—	3,115	20,922	23,865	(2,943)	-12%
Inventory consumed		5,396	7,485	—	360	2,191	3,743	(1,552)	-41%
Debt impairment		1,404	10,109	—	—	—	5,054	(5,054)	-100%
Depreciation and amortisation		41,762	54,371	—	3,170	18,931	27,185	(8,255)	-30%
Interest		100	—	—	—	—	50	(50)	-100%
Contracted services		52,001	85,745	—	7,087	45,349	42,872	2,477	6%
Transfers and subsidies		2,593	3,431	—	—	40	1,715	(1,675)	-98%
Irrecoverable debts written off		—	—	—	—	—	—	—	—
Operational costs		61,243	80,034	—	4,987	28,986	40,017	(11,031)	-28%
Losses on Disposal of Assets		39,911	—	—	—	18	—	18	#DIV/0!
Other Losses		—	—	—	—	—	—	—	—
Total Expenditure		387,046	447,697	—	30,892	187,173	223,849	(36,676)	-16%
									447,697

The table above shows the municipality's expenses per type of expenditure. This is compared with the revenues generated per type to determine whether the municipality is operating at a loss or a surplus.

- Employee costs and Remuneration of councillors:** The municipality has remunerated employees who are remunerated as per the prevailing Bargaining Council agreements. The expenditure for the period ended 31 December 2023 reflects an amount of R9.5 million for employee costs and R2.6 million for the remuneration of councillors. The remuneration of councillors shows a 5% underspending compared to what is expected at the same period. Employee costs have continued to record a 12% saving that is always expected considering issues like, annual increment for senior managers, annual and long-term bonuses, resignations, leave provisions and vacant positions.
- Bulk Purchases:** The municipality purchases electricity in bulk from Eskom for distribution to the town customers. This is the main input cost to the distribution of electricity. The table shows that the municipality spent about R3.1 million on electricity purchases for month ended 31 December 2023 with a year to date actual of R20.9 million which is below the projected expenditure by 12%. Eskom has since changed their billing date to coincide with the month end from their traditional billing date of the 10th of the following month.
- Depreciation and asset impairment:** The depreciation run has been performed after the end of each quarter and recently monthly, resulting in the depreciation for December 2023 being R3.1 million as the asset register had just concluded the process of being reviewed to ensure that the assets are correctly accounted for in the annual financial statements. This has resulted in the depreciation recorded being below the projection for the month by about 30%.
- Contracted Services:** This relates to the municipality's general expenses that have been incurred during the month where only external service providers could be used to render the service or

procure goods. This shows that the municipality incurred R7 million worth of expenditure during the month. As indicated earlier in the report this month coincides with the end of the 2nd quarter where recovery plans are being implemented to compensate for targets not achieved in the first quarter.

- **Other Expenditure (Operational Costs):** This also shows expenditure for the month at R4.9 million and a saving of about 28% which might be as a result of the slow spending during the first months of each financial year which is always experienced at this time of the year. This requires though that departments that are currently underspending be sensitised of the matter so that they can ensure that the underspending is as per their plans and there are plans to recover or periods where expenditure is expected to be more.

f) Revenue by Municipal Vote

EC443 Winnie Madikizela Mandela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description R thousands	Ref	2022/23	Budget Year 2023/24							
			Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %
Revenue by Vote	1									
Vote 1 - Executive and Council			-	-	-	-	-	-	-	-
Vote 2 - Corporate Services		576	441	-	129	226	221	5	2.2%	441
Vote 3 - Budget and Treasury Office		373,263	362,652	-	117,452	279,864	181,326	98,538	54.3%	362,652
Vote 4 - Community Services		25,490	13,502	-	868	7,399	6,751	648	9.6%	13,502
Vote 5 - Development Planning		22,795	28,330	-	604	18,156	14,165	3,991	28.2%	28,330
Vote 6 - Engineering Services		135,705	111,464	-	17,314	63,911	55,732	8,179	14.7%	111,464
Total Revenue by Vote	2	557,828	516,389	-	136,368	369,555	258,195	111,361	43.1%	516,389

The table above shows revenue generated per municipal vote as defined in s1 of the MFMA. The table shows that Engineering services has generated over R17.3 million for the month with Budget and Treasury showing generation of over R117.4 million which may be attributable to the equitable share received and interest received on investments and debtors as well as Community Services at over R864 thousand.

g) Expenditure by Municipal Vote

EC443 Winnie Madikizela Mandela - Table C3 Monthly Budget Statement - Financial Performance (revenue and expenditure by municipal vote) - M06 December

Vote Description R thousands	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>Expenditure by Vote</u>	1									
Vota 1 - Executive and Council		78,545	88,654	—	6,444	40,327	44,327	(4,000)	-9.0%	88,654
Vota 2 - Corporate Services		42,090	64,946	—	3,319	22,507	32,473	(9,966)	-30.7%	64,946
Vota 3 - Budget and Treasury Office		27,995	45,747	—	2,874	15,275	22,874	(7,599)	-33.2%	45,747
Vota 4 - Community Services		70,461	83,784	—	5,720	34,209	41,892	(7,683)	-18.3%	83,784
Vota 5 - Development Planning		21,936	24,898	—	1,618	8,374	12,449	(4,075)	-32.7%	24,898
Vota 6 - Engineering Services		146,019	139,669	—	10,917	66,480	69,834	(3,354)	-4.8%	139,669
Total Expenditure by Vote	2	387,046	447,697	—	30,892	187,173	223,849	(36,676)	-16.4%	447,697
Surplus (Deficit) for the year	2	170,782	68,692	—	105,476	182,382	34,346	148,036	431.0%	68,692

The table above shows the expenditure by municipal vote. The total expenditure for the month of December 2023 amounted to above R30.8 million with a year to date of R187.1 million.

h) Municipality's financial performance

EC443 Winnie Madikizela Mandela - Table C4 Monthly Budget Statement - Financial Performance (revenue and expenditure) - M06 December

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
Revenue										
Exchange Revenue										
Service charges - Electricity		40,848	32,243	—	4,359	24,342	16,121	8,221	51%	32,243
Service charges - Water		—	—	—	—	—	—	—	—	—
Service charges - Waste Water Management		—	—	—	—	—	—	—	—	—
Service charges - Waste management		15,477	5,661	—	353	2,122	2,831	(708)	-25%	5,661
Sale of Goods and Rendering of Services		158	201	—	1	89	101	(12)	-12%	201
Agency services		1,361	1,266	—	93	752	633	119	19%	1,266
Interest		—	—	—	—	—	—	—	—	—
Interest earned from Receivables		2,413	3,390	—	329	1,771	1,695	77	5%	3,390
Interest from Current and Non Current Assets		21,920	15,890	—	2,426	15,885	7,945	—	—	15,890
Dividends		—	—	—	—	—	—	—	—	—
Rent on Land		—	—	—	—	—	—	—	—	—
Rental from Fixed Assets		7,576	5,282	—	444	2,393	2,641	(248)	-9%	5,282
Licence and permits		—	—	—	—	—	—	—	—	—
Operational Revenue		676	471	—	139	279	236	43	18%	471
Non-Exchange Revenue										
Property rates		21,160	21,250	—	604	18,101	10,625	7,476	70%	21,250
Surcharges and Taxes		—	—	—	—	—	—	—	—	—
Fines, penalties and forfeits		1,225	225	—	1	17	113	(95)	—	225
Licence and permits		2,169	2,537	—	141	1,114	1,269	(155)	—	2,537
Transfers and subsidies - Operational		342,754	349,897	—	114,491	262,727	174,949	87,778	—	349,897
Interest		4,037	1,780	—	427	2,777	890	1,887	—	1,780
Fuel Levy		—	—	—	—	—	—	—	—	—
Operational Revenue		—	—	—	—	—	—	—	—	—
Gains on disposal of Assets		—	—	—	—	—	—	—	—	—
Other Gains		1,738	—	—	—	—	—	—	—	—
Discontinued Operations		—	—	—	—	—	—	—	—	—
Total Revenue (excluding capital transfers and contributions)		463,512	440,094	—	123,807	332,369	220,047	112,321	51%	440,094
Expenditure By Type										
Employee related costs		114,174	130,212	—	9,561	57,241	65,106	(7,865)	-12%	130,212
Remuneration of councillors		26,321	28,480	—	2,612	13,495	14,240	(745)	-5%	28,480
Bulk purchases - electricity		42,241	47,731	—	3,115	20,922	23,865	(2,943)	—	47,731
Inventory consumed		5,396	7,485	—	360	2,191	3,743	(1,552)	—	7,485
Debt impairment		1,404	10,109	—	—	—	5,054	(5,054)	-100%	10,109
Depreciation and amortisation		41,762	54,371	—	3,170	18,931	27,185	(8,255)	-30%	54,371
Interest		—	100	—	—	—	50	(50)	-100%	100
Contracted services		52,001	85,745	—	7,087	45,349	42,872	2,477	6%	85,745
Transfers and subsidies		2,593	3,431	—	—	40	1,715	(1,675)	-98%	3,431
Irrecoverable debts written off		—	—	—	—	—	—	—	—	—
Operational costs		61,243	80,034	—	4,987	28,986	40,017	(11,031)	-28%	80,034
Losses on Disposal of Assets		39,911	—	—	—	18	—	18	#DIV/0!	—
Other Losses		—	—	—	—	—	—	—	—	—
Total Expenditure		387,046	447,697	—	30,892	187,173	223,849	(36,676)	-16%	447,697
Surplus/(Deficit)		76,466	(7,603)	—	92,916	145,196	(3,801)	148,997	(0)	(7,603)
Transfers and subsidies - capital (monetary allocations)		93,836	76,295	—	12,560	37,187	38,148	(961)	(0)	76,295
Transfers and subsidies - capital (in-kind)		479	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions		170,782	68,692	—	105,476	182,382	34,346	—	—	68,692
Income Tax		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after income tax		170,782	68,692	—	105,476	182,382	34,346	—	—	68,692
Share of Surplus/Deficit attributable to Joint Venture		—	—	—	—	—	—	—	—	—
Share of Surplus/Deficit attributable to Minorities		—	—	—	—	—	—	—	—	—
Surplus/(Deficit) attributable to municipality		170,782	68,692	—	105,476	182,382	34,346	—	—	68,692
Share of Surplus/Deficit attributable to Associate		—	—	—	—	—	—	—	—	—
Intercompany /Parent subsidiary transactions		—	—	—	—	—	—	—	—	—
Surplus/ (Deficit) for the year		170,782	68,692	—	105,476	182,382	34,346	—	—	68,692

The municipality has, for the month ended recorded a surplus of R105.4 million and so far, recorded a surplus of over R182.3 million for the period ended 31 December 2023. This must be seen in the correct perspective as there has been receipts of the expected grants from the national purse. The municipality is still heavily reliant on grant funding and as such the surpluses still need to be seen in that perspective as they relate to expenditures that are still to be incurred. Measures still need to be put in place to move the municipality towards self-sustainability.

8. Capital programme performance

a) Capital expenditure by asset class and sub-class

EC443 Winnie Madikizela Mandela - Supporting Table SC13a Monthly Budget Statement - capital expenditure on new assets by asset class - M06 December

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on new assets by Asset Class/Sub-class										
Infrastructure		51,479	82,532	—	9,469	28,097	41,266	13,168	31.9%	82,532
Roads Infrastructure		35,196	51,478	—	7,936	15,554	25,739	10,185	39.6%	51,478
<i>Roads</i>		35,196	42,181	—	7,485	12,507	21,091	8,584	40.7%	42,181
<i>Road Structures</i>		—	9,297	—	451	3,048	4,649	1,601	34.4%	9,297
Electrical Infrastructure		15,252	14,783	—	1,533	12,543	7,391	(5,152)	-69.7%	14,783
<i>MV Networks</i>		14,432	14,783	—	1,533	12,543	7,391	(5,152)	-69.7%	14,783
<i>LV Networks</i>		820	—	—	—	—	—	—	—	—
Solid Waste Infrastructure		1,032	16,271	—	—	—	8,136	8,136	100.0%	16,271
<i>Landfill Sites</i>		1,032	16,271	—	—	—	8,136	8,136	100.0%	16,271
Community Assets		5,009	3,754	—	—	2,151	1,877	(274)	-14.6%	3,754
Community Facilities		4,632	3,117	—	—	2,119	1,558	(561)	-36.0%	3,117
<i>Halls</i>		693	770	—	—	—	385	385	100.0%	770
<i>Crèches</i>		1,890	607	—	—	1,642	304	(1,338)	-440.7%	607
<i>Markets</i>		2,050	1,739	—	—	477	870	393	45.2%	1,739
Sport and Recreation Facilities		377	637	—	—	32	319	287	90.0%	637
<i>Outdoor Facilities</i>		377	637	—	—	32	319	287	90.0%	637
Heritage assets		—	1,304	—	—	—	652	652	100.0%	1,304
Works of Art		—	1,304	—	—	—	652	652	100.0%	1,304
Other assets		997	—	—	—	463	—	(463)	#DIV/0!	—
Operational Buildings		997	—	—	—	463	—	(463)	#DIV/0!	—
<i>Yards</i>		—	—	—	—	463	—	(463)	#DIV/0!	—
<i>Manufacturing Plant</i>		997	—	—	—	—	—	—	—	—
Computer Equipment		2,520	2,000	—	174	382	1,000	618	61.8%	2,000
Computer Equipment		2,520	2,000	—	174	382	1,000	618	61.8%	2,000
Furniture and Office Equipment		1,201	3,870	—	—	10	1,935	1,925	99.5%	3,870
Furniture and Office Equipment		1,201	3,870	—	—	10	1,935	1,925	99.5%	3,870
Machinery and Equipment		168	137	—	—	32	68	36	52.7%	137
Machinery and Equipment		168	137	—	—	32	68	36	52.7%	137
Transport Assets		4,457	6,678	—	—	—	3,339	3,339	100.0%	6,678
Transport Assets		4,457	6,678	—	—	—	3,339	3,339	100.0%	6,678
Total Capital Expenditure on new assets	1	65,832	100,275	—	9,643	31,136	50,137	19,001	37.9%	100,275

EC443 Winnie Madikizela Mandela - Supporting Table SC13b Monthly Budget Statement - capital expenditure on renewal of existing assets by asset class - M06 December

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
Capital expenditure on renewal of existing assets by Asset Class/Sub-class										
Infrastructure		66,994	4,122	—	—	3,118	2,061	(1,057)	-51.3%	4,122
Roads Infrastructure		66,994	4,122	—	—	3,118	2,061	(1,057)	-51.3%	4,122
<i>Roads</i>		66,994	4,122	—	—	3,118	2,061	(1,057)	-51.3%	4,122
Community Assets		2,374	—	—	—	—	—	—	—	—
Community Facilities		2,374	—	—	—	—	—	—	—	—
<i>Taxi Ranks/Bus Terminals</i>		2,374	—	—	—	—	—	—	—	—
Other assets		1,243	191	—	—	(495)	96	591	617.8%	191
Operational Buildings		1,243	191	—	—	(495)	96	591	617.8%	191
<i>Municipal Offices</i>		1,243	191	—	—	(495)	96	591	617.8%	191
Total Capital Expenditure on renewal of existing assets	1	70,611	4,313	—	—	2,623	2,157	(466)	-21.6%	4,313

EC443 Winnie Madikizela Mandela - Supporting Table SC13e Monthly Budget Statement - capital expenditure on upgrading of existing assets by asset class - M06 December

Description R thousands	Ref 1	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>Capital expenditure on upgrading of existing assets by Asset Class/Sub-class</u>										
<u>Infrastructure</u>		-	6,830	-	1,870	2,711	3,415	704	20.6%	6,830
Roads Infrastructure		-	6,830	-	1,870	2,711	3,415	704	20.6%	6,830
Roads		-	6,830	-	1,870	2,711	3,415	704	20.6%	6,830
<u>Community Assets</u>		12,780	11,864	-	146	9,400	5,932	(3,468)	-58.5%	11,864
Community Facilities		9,921	8,744	-	146	5,850	4,372	(1,478)	-33.8%	8,744
Halls		9,921	8,744	-	146	5,850	4,372	(1,478)	-33.8%	8,744
Sport and Recreation Facilities		2,859	3,120	-	-	3,549	1,560	(1,989)	-127.5%	3,120
Outdoor Facilities		2,859	3,120	-	-	3,549	1,560	(1,989)	-127.5%	3,120
Total Capital Expenditure on upgrading of existing assets	1	12,780	18,695	-	2,016	12,111	9,347	(2,764)	-29.6%	18,695

The above tables indicate that the municipality spent R11.6 million for the month ended from its capital budget and a year to date of the R45.8 million for the period ended 31 December 2023. Even though this is an improvement compared to the same time in the prior years and hopefully will be maintained for the remaining months to ensure all current projects are completed. There are a number of infrastructure projects that were awarded during the month of December and have contributed positively to the expenditure reported as at the end of December 2023.

b) Capital Expenditure by municipal vote

EC443 Winnie Madikizela Mandela - Table C5 Monthly Budget Statement - Capital Expenditure (municipal vote, functional classification and funding) - M06 December

Vote Description R thousands	Ref 1	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
<u>Multi-Year expenditure appropriation</u>	2									
Vote 6 - Engineering Services		14,976	10,125	—	—	9,254	5,063	4,192	83%	10,125
<u>Total Capital Multi-year expenditure</u>	4,7	14,976	10,125	—	—	9,254	5,063	4,192	83%	10,125
<u>Single Year expenditure appropriation</u>	2									
Vote 1 - Executive and Council		—	1,304	—	—	—	652	(652)	-100%	1,304
Vote 2 - Corporate Services		6,366	9,457	—	174	382	4,728	(4,346)	-92%	9,457
Vote 3 - Budget and Treasury Office		—	—	—	—	—	—	—	—	—
Vote 4 - Community Services		4,289	21,308	—	—	(22)	10,654	(10,676)	-100%	21,308
Vote 5 - Development Planning		3,423	2,376	—	—	509	1,188	(679)	-57%	2,376
Vote 6 - Engineering Services		120,168	78,712	—	11,485	35,746	39,356	(3,609)	-9%	78,712
<u>Total Capital single-year expenditure</u>	4	134,247	113,157	—	11,659	36,615	56,579	(19,963)	-35%	113,157
<u>Total Capital Expenditure</u>		149,223	123,282	—	11,659	45,869	61,641	(15,772)	-26%	123,282
<u>Capital Expenditure - Functional Classification</u>										
<u>Governance and administration</u>		6,594	11,109	—	174	392	5,554	(5,162)	-93%	11,109
Executive and council		—	1,304	—	—	—	652	(652)	-100%	1,304
Finance and administration		6,594	9,804	—	174	392	4,902	(4,510)	-92%	9,804
<u>Community and public safety</u>		1,607	907	—	—	463	453	9	2%	907
Community and social services		1,473	770	—	—	463	385	78	20%	770
Sport and recreation		134	137	—	—	—	68	(68)	-100%	137
<u>Economic and environmental services</u>		123,316	75,731	—	9,952	32,966	37,865	(4,899)	-13%	75,731
Planning and development		21,038	13,300	—	146	11,551	6,650	4,901	74%	13,300
Road transport		102,278	62,430	—	9,806	21,415	31,215	(9,800)	-31%	62,430
<u>Trading services</u>		17,706	35,536	—	1,533	12,048	17,768	(5,720)	-32%	35,536
Energy sources		15,252	15,483	—	1,533	12,543	7,741	4,802	62%	15,483
Waste management		2,454	20,054	—	—	(495)	10,027	(10,522)	-105%	20,054
<u>Total Capital Expenditure - Functional Classification</u>	3	149,223	123,282	—	11,659	45,869	61,641	(15,772)	-26%	123,282
<u>Funded by:</u>										
National Government		87,749	66,343	—	11,339	33,209	33,172	37	0%	66,343
Provincial Government		—	—	—	—	—	—	—	—	—
Transfers recognised - capital		87,749	66,343	—	11,339	33,209	33,172	37	0%	66,343
Borrowing	6	—	—	—	—	—	—	—	—	—
Internally generated funds		61,474	56,939	—	320	12,661	28,469	(15,809)	-56%	56,939
<u>Total Capital Funding</u>		149,223	123,282	—	11,659	45,869	61,641	(15,772)	-26%	123,282

The above table indicate that the municipality spent R11.6 million from its capital budget for the month ended 31 December 2023 as indicated in the earlier paragraph with a year to date actual of R45.8 million.

c) Expenditure on Repairs and Maintenance

EC443 Winnie Madikizela Mandela - Supporting Table SC13c Monthly Budget Statement - expenditure on repairs and maintenance by asset class - M06 December

Description R thousands	Ref 1	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
Repairs and maintenance expenditure by Asset Class/Sub-class										
Infrastructure		1,966	22,656	—	2,850	16,910	11,328	(5,582)	-49.3%	22,656
Roads Infrastructure		1,404	18,715	—	1,923	13,961	9,358	(4,604)	-49.2%	18,715
Roads		43	666	—	18	18	333	315	94.6%	666
Road Structures		1,117	17,583	—	1,905	13,652	8,792	(4,860)	-55.3%	17,583
Road Furniture		244	466	—	—	292	233	(59)	-25.1%	466
Electrical Infrastructure		562	3,941	—	926	2,949	1,970	(978)	-49.6%	3,941
MV Networks		562	3,941	—	926	2,949	1,970	(978)	-49.6%	3,941
Community Assets		668	864	—	—	164	432	268	62.0%	864
Community Facilities		668	864	—	—	164	432	268	62.0%	864
Halls		426	262	—	—	164	131	(33)	-25.4%	262
Libraries		155	350	—	—	—	175	175	100.0%	350
Cemeteries/Crematoria		87	105	—	—	—	52	52	100.0%	105
Parks		—	148	—	—	—	74	74	100.0%	148
Other assets		3,391	3,279	—	171	514	1,639	1,125	68.6%	3,279
Operational Buildings		3,391	3,279	—	171	514	1,639	1,125	68.6%	3,279
Municipal Offices		3,235	3,123	—	171	514	1,561	1,047	67.1%	3,123
Yards		157	156	—	—	—	78	78	100.0%	156
Computer Equipment		23	30	—	17	21	15	(6)	-37.1%	30
Computer Equipment		23	30	—	17	21	15	(6)	-37.1%	30
Furniture and Office Equipment		69	199	—	—	60	99	40	39.7%	199
Furniture and Office Equipment		69	199	—	—	60	99	40	39.7%	199
Machinery and Equipment		—	693	—	—	45	346	301	87.0%	693
Machinery and Equipment		—	693	—	—	45	346	301	87.0%	693
Transport Assets		5,170	4,546	—	654	2,631	2,273	(358)	-15.7%	4,546
Transport Assets		5,170	4,546	—	654	2,631	2,273	(358)	-15.7%	4,546
Total Repairs and Maintenance Expenditure	1	11,287	32,266	—	3,691	20,345	16,133	(4,211)	-26.1%	32,266

The table shows that the municipality spent R3.6 million on the maintenance of its assets and infrastructure during the month of December 2023 with a year to date actual above the projected spending by over 26% for the same period.

d) Depreciation by asset class

EC443 Winnie Madikizela Mandela - Supporting Table SC13d Monthly Budget Statement - depreciation by asset class - M06 December

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands	1									
<u>Depreciation by Asset Class/Sub-class</u>										
Infrastructure		30,625	34,353	—	2,487	14,762	17,177	2,415	14.1%	34,353
Roads Infrastructure		29,277	32,894	—	2,373	14,083	16,447	2,364	14.4%	32,894
Roads		12,562	14,241	—	967	5,737	7,120	1,384	19.4%	14,241
Road Structures		16,277	18,165	—	1,369	8,128	9,083	954	10.5%	18,165
Road Furniture		438	488	—	37	218	244	26	10.8%	488
Storm water Infrastructure		543	588	—	46	274	294	20	6.9%	588
Drainage Collection		204	221	—	17	103	111	8	6.9%	221
Storm water Conveyance		338	366	—	29	171	183	13	6.9%	366
Electrical Infrastructure		638	691	—	54	322	345	24	6.9%	691
MV Substations		51	55	—	4	26	28	2	6.9%	55
MV Networks		432	467	—	37	218	234	16	6.9%	467
LV Networks		155	168	—	13	78	84	6	6.9%	168
Solid Waste Infrastructure		167	181	—	14	84	90	6	6.9%	181
Landfill Sites		167	181	—	14	84	90	6	6.9%	181
Community Assets		4,532	9,089	—	207	1,232	4,545	3,312	72.9%	9,089
Community Facilities		3,762	6,344	—	142	845	3,172	2,327	73.4%	6,344
Halls		3,268	4,764	—	100	596	2,382	1,786	75.0%	4,764
Crèches		295	320	—	25	149	160	11	6.9%	320
Cemeteries/Crematoria		13	14	—	1	7	7	0	6.9%	14
Purls		101	1,068	—	9	51	534	483	90.5%	1,068
Public Ablution Facilities		27	114	—	2	13	57	43	76.3%	114
Stalls		58	64	—	5	29	32	3	10.0%	64
Sport and Recreation Facilities		770	2,745	—	65	388	1,373	985	71.7%	2,745
Outdoor Facilities		770	2,745	—	65	388	1,373	985	71.7%	2,745
Other assets		675	730	—	57	340	365	25	6.9%	730
Operational Buildings		662	716	—	56	333	358	25	6.9%	716
Municipal Offices		358	386	—	30	180	193	13	6.9%	386
Pay/Enquiry Points		3	4	—	0	2	2	0	6.9%	4
Yards		77	83	—	7	39	42	3	6.9%	83
Stores		115	125	—	10	58	62	4	6.9%	125
Training Centres		110	119	—	9	55	59	4	6.9%	119
Housing		13	14	—	1	6	7	0	6.9%	14
Social Housing		13	14	—	1	6	7	0	6.9%	14
Intangible Assets		11	—	—	17	71	—	(71)	#DIV/0!	—
Licences and Rights		11	—	—	17	71	—	(71)	#DIV/0!	—
Computer Software and Applications		11	—	—	17	71	—	(71)	#DIV/0!	—
Computer Equipment		2,380	2,809	—	149	920	1,404	484	34.5%	2,809
Computer Equipment		2,380	2,809	—	149	920	1,404	484	34.5%	2,809
Furniture and Office Equipment		29	1,342	—	49	369	671	302	45.1%	1,342
Furniture and Office Equipment		29	1,342	—	49	369	671	302	45.1%	1,342
Machinery and Equipment		1,564	4,550	—	85	536	2,275	1,740	76.5%	4,550
Machinery and Equipment		1,564	4,550	—	85	536	2,275	1,740	76.5%	4,550
Transport Assets		954	1,499	—	118	702	749	47	6.3%	1,499
Transport Assets		954	1,499	—	118	702	749	47	6.3%	1,499
Total Depreciation	1	40,770	54,371	—	3,169	18,931	27,186	8,255	30.4%	54,371

9. Supply chain management

The municipality has an established Supply Chain Management Unit in terms of the Municipal Finance Management Act. The section is placed within the Budget and Treasury to deal centrally with all issues that relate to procurement, demand management, logistics and disposals. The following is the indication of the activities that have occurred within the department for the period being reported on.

a. Acquisition management

To improve the system of acquisition management the following should be taken into considerations

- Goods and services must only be procured in accordance with authorized procurement processes.
- Procurement of goods and services, either through quotations or through a bidding process, must be within the threshold values as determined by National treasury and the municipality's supply chain management policy.

b. Handling of tenders during and Post COVID-19

In attempt to continue delivering services to the communities decisions needed to be taken to ensure that the municipality proceeds with the procurement processes in line with the limitations placed by the regulations governing the movement of people and other things.

The municipality introduced virtual tender briefings using the Facebook live platform to share information with interested parties and provide clarities on tenders issued by the municipality. This was coupled with creation and introduction of email addresses where tenders can be submitted. This was done to address the following:

- Procurement to proceed despite the lockdown
- Protect the public and municipal staff from direct human interaction
- Limit movement in line with the lockdown
- Avoid documents which are known to be one of the carriers of COVID-19

To continue ensuring these processes are transparent the following has been introduced:

- After each live Facebook briefing a register is generated of all those who interacted with the presentation as instructed and posted on the municipal website so that all interested parties know who is considered to have fully complied

- Once the tender closing time passes, a register indicating the name of the company, tender amount, email address, date and time is prepared and posted on the municipal website for all bidders to know if their tenders will be considered
- All tenders are evaluated in electronic versions
- The recommended bidders are then requested to make a submission of the hard copies of their submission (originals)
- Only the hard copy of the winning bidder is then filed which also addresses issues with filing space and safety of the documents.

c. Procurement requests below R2000.00

S13.2. (b)(1) Supply Chain Management policy states that 01 written quotation will be obtain for any procurement of transaction below an amount of R2000 including vat.

Creditor Name	Segment	Function Name	Order Date	Value	Specifications
Group Two Media Company	Promotional Items 515260565 Communication Strategy	Core Function:Marketing Customer Relati	12/8/2023	1,998.70	Advertising Of Christmas Message On Two Local News Papers
Group Two Media Company	Advertising Fees-Human Resources 1010260540	Core Function:Human Resources	12/20/2023	1,998.70	Request To Advertise The Tourism Officer Position Under Development PI Department
Group Two Media Company	Advertising Mm	Core Function:Legal Services	12/21/2023	1,998.70	Request For Erratum For The Panel Attorneys Advertisement For 36 Month Duration
Pondoland Times	Advertising Fees Community Services 2605260540	Core Function:Marketing Customer Relati	12/6/2023	2,000.00	Request For The Publishing/Advertising Of Christmas Message On Two Local News Papers For December Christmas And Arrive Alive Message Also Artwork To Be Done By The Selected Service Provider
Pondoland Times	Advertising Fees Pmu 5505260540	Core Function:Municipal Manager Town Se	12/12/2023	2,000.00	Public Notice Of Ordinary Council
Pondoland Times	Advertising Publicity And Marketing Corporate And Municipal 2605260540	Core Function:Human Resources	12/12/2023	2,000.00	Request Suitable Service Provider For Records Inventory Development
Pondoland Times	Advertising Publicity And Marketing Corporate And Municipal 1505	Non-Core Function:Population Development	12/12/2023	2,000.00	Request For Re-Advert For Indigent Register Verification And Maintenance Solars In All Wards
Pondoland Times	Advertising Fees 1505	Core Function:Project Management Unit	12/14/2023	2,000.00	Request To Re-Advertise For 3 Year Panel Of Consultant And Request To Re-Advertise For Vending Machine.

15,996.10

d. Procurement requests above R2, 000.00 but below R30, 000.00

Procurement of goods and services above R2000.00 but below R30 000.00 is done through a three-quotation system

Creditor Name	Segment	Function Name	Order Date	Value	Specifications
Pondoland Times	Branding & Marketing Customer Relations	Core Function:Economic Development/Plan	12/18/2023	4,593.00	Request For Publication Of Public Notice To Identify 32 Approved House Beneficiaries
Kwik-Fit Bizana	Police- Vehicle Maintenance	Core Function:Police Forces Traffic And	12/6/2023	4,681.85	Request For Replacement Of 2 Tyres For Bakkie Reg No.Fws 549 Ec
Saica	Membership Fees 1005260170	Core Function:Finance	12/20/2023	4,778.22	Membership Fees For Mr. M. Madikizela
All Seasons Tenza Restaurant A	Implementation Of Spluma Catering 1505260175	Core Function:Economic Development/Plan	12/8/2023	4,880.00	Request For Lunch By Means Of Catering For 40 People Who Will Be Attended Lsdf Meeting. The Meeting Will Be Held At Council Chambers As Per The Memo And Should Be Served At 12:00.
Meyife Construction And Project	Whippery Support Catering Costs 505260175	Core Function:Mayor And Council	12/1/2023	6,500.00	Request For Lunch For 60 People That Will Be Attending Caucus 1 Meeting December 2023
Myn 9612 Trading Enterprise	Hire Costs Youth Program 505260190	Core Function:Mayor And Council	12/2/2023	7,500.00	Request For 2 Pole Tent With 50 Chairs And 1 Table For Youth Restorative Movement Awareness 2023 Edition
Sistra Construction And Project	Transport Hire	Core Function:Solid Waste Removal	12/2/2023	8,500.00	Request For Hiring Of Tts For 1 Day To Work At Ward 13 Cages And Next Nyaniweni Forest
Arena Holdings 5505260540	Advertising Fees Pmu	Core Function:Project Management Unit	12/1/2023	9,522.00	Request For Advertising Of Thaleni Bridge In Ward 27
Philakona	Catering Councillors Meetings	Core Function:Mayor And Council	12/1/2023	10,000.00	Request For Lunch For 100 People For Council Meeting That Will Be Held 12 December 2023
Leadership Academy By Ltd	Training Of Internal Audit Unit	Core Function:Supply Chain Management	12/19/2023	11,731.15	Performance Training Of Mr. Lungisa Mbobho
Songo Trading And Projects	Transportation Childrens Program 05260194	Core Function:Mayor And Council	12/8/2023	13,500.00	Request For 3 Taxis For Inkicyo Maidens To Ntabankulu On The 07 December And Back On The 08 December 2023
Kwik-Fit Bizana	Police- Vehicle Maintenance	Core Function:Fleet Management	12/20/2023	14,386.50	Request For Four All Terrain Tyres Deliver Eco-Responsible; Providing And Stability Event At High Speed While Also Meeting Anytime Of Environment Registration Number Ktg846ec; Site 255/70176.08/1066
Tyres & More	Vehicle Maintenance Outsourced 1010235115	Core Function:Fleet Management	12/8/2023	20,499.48	Request For 04 Tyres For Kcb 758 Ec (Fortune) Size 265/60/R18
Forsstad	Bulukhanya Trading	Core Function:Mayor And Council	12/21/2023	21,500.00	Request For Lunch With Soft Drinks For Miss Teen Sa Welcoming
Driving License Card Account	Stationery Vehicle Testing And Licensing	Non-Core Function:Road And Traffic Regul	12/20/2023	24,253.00	Payment To Driving Licence Card Account For Nov/2023
N And P Beverage Trading And Pr	Health Care Kits Hirvads 505260440	Core Function:Mayor And Council	12/5/2023	25,198.00	Request For 08 X 500ml Antiseptic Liquid For Volunteers Who Are Not Any Stipend For The Work They Are Doing.

192,023.20

e. Procurement above R30 000 but below R200 000

Procurement of goods and services above R30 000.00 but below R200 000.00 is done through a system of advertising on website and the tender notice board and reports to be evaluated using PPPFA.

Creditor Name	Segment	Function Name	Order Date	Value	Specifications
Evhetho Trading 820(Pty) Ltd	Library Awareness Catering	Core Function: Marketing Customer Relati	12/20/2023	45,000.00	Payment For News Letters (Second Edition)
The Mane's Pty Ltd	Cleaning Services:Car Valet And Washing Services	Core Function: Fleet Management	12/20/2023	55,150.00	Payment For Carwash Services
Hambanikuzzonke	Social Services- Uniform	Core Function: Solid Waste Removal	12/14/2023	55,892.50	Payment For Supply And Delivery Of Ppe For Equip & Refuse Removal Emplo
Evhetho Trading 820(Pty) Ltd	Library Awareness Catering	Non-Core Function: Libraries And Archives	12/14/2023	81,500.00	Payment For Library Awareness Sound System & Generator And Jumping Castles
Cleplan	Business And Advisory/Research And Advisory	Core Function: Town Planning Building Re	12/14/2023	82,800.00	Payment For Spatial Development Framework. Kubha/Majusheni
Mayile Solutions	Internal Audit Fees	Core Function: Governance Function	12/20/2023	114,241.66	Payment For Internal Audit Services
Sebekho Holdings	Promotional Items Childrens Program 505260194	Core Function: Mayor And Council	12/6/2023	117,565.00	Payment For Inkcyo Year End Funtion 2023 Catering
Hambanikuzzonke	Uniforms Refuse Removal	Non-Core Function:Population Development	12/20/2023	121,889.00	Payment For Supply And Delivery Of Uniform-Equip
Isiqhamo Sa Bambo Pty Ltd	Traffic Awareness Campaign Hiring Charges	Core Function:Police Forces Traffic And	12/18/2023	131,490.00	Payment For Traffic Awareness Campaign. Vip Lunch Lunch Packs
YR Pty Ltd	Visitors Information Center Upgrade 1505	Core Function:Tourism	12/14/2023	169,860.00	Payment For Maintenance And Upgrade Of Vlc
Kgesi H Projects	Computer Hardware It 1010	Core Function:Information Technology	12/5/2023	174,240.00	
Kgesi H Projects	Computer Hardware It 1010	Core Function:Information Technology	12/5/2023	174,240.00	
Isiqhamo Sa Bambo Pty Ltd	Hiring Costs Skills Program 1010	Core Function:Human Resources	12/6/2023	187,496.00	Payment For Ward Committee And Council Support Training

1.511.364.16

10. Status of Tenders

This procurement is done through a system of competitive bidding processes advertised on the provincial paper for a minimum of 14 days as per Regulation 14 as per S19 of Treasury Regulation of MFMA.

a) Mini Tender progress for December 2023

No	SUCCESSFUL TENDERER	AMOUNT	PAYMENTS	BALANCE	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
Dec-23								
1	TIMELESS T	R 131,700.00	R -	R 131,700.00	WMM1.M 06/11/23 EAC DEC 23	ELDERLY AWARENESS CAMPAIGN	Wednesday, December 6, 2023	MUNICIPAL MANAGER
2	EVETHO TRADING	R 103,000.00	R 81,500.00	R 21,500.00	WMM1.M 10/11/23 Q2	LIBRARY AWARENESS CAMPAIGN	Wednesday, December 6, 2023	COMMUNITY SERVICES
3	SEBEKHO HOLDINGS	R -	R 73,400.00	R 73,400.00	DAC W24	DISASTER AWARENESS CAMPAIGN	Friday, December 8, 2023	COMMUNITY SERVICES
4	LUDWALA INVESTMENTS SERVICES	R 102,600.00	R -	R 102,600.00	WMM1.M 17/10/23 01 FCT	TRADITIONAL MALE CIRCUMCISION TRAINING WORKSHOP	Friday, December 8, 2023	MUNICIPAL MANAGER
5	ZODWA SKILLS DEVELOPMENT	R 198,605.00	R -	R 198,605.00	WMM1.M 17/10/23 01 FT	FIREARM COMPETENCY	Friday, December 8, 2023	MUNICIPAL MANAGER
6	TASC BUSINESS CONSULTING	R 198,375.00	R -	R 198,375.00	WMM1.M 12/09/23 DRMT	DISASTER RISK MANAGEMENT TRAINING	Sunday, December 8, 2024	COOPERATE SERVICES
7	EVETHO TRADING	R 79,000.00	R -	R 79,000.00	WMM1.M 14/11/23 CLRM	CENTRAL LINE ROAD MARKING	Friday, December 8, 2023	COMMUNITY SERVICES
8	YLT PTY LTD	R 132,600.00	R -	R 132,600.00	WMM1.M 14/11/23 PBML	PROCUREMENT OF BRANDING MATERIAL	Sunday, December 18, 2023	MUNICIPAL MANAGER
9	EVETHO TRADING	R 87,500.00	R -	R 87,500.00	WMM1.M 23/11/23 FOA &TC	PROCUREMENT OF COLD ASPHALT	Wednesday, December 20, 2023	ENGINEERING OFFICE
Total								
R 1,106,780.00								
R 81,500.00								
R 1,025,280.00								

b) Tenders awarded during the month of December 2023

Competitive Bidding

NO	SUCCESSFUL TENDERER	AMOUNT	TENDER NO	DESCRIPTION	DATE AWARDED	END USER DEPARTMENT
1	Vitsha Trading	R 5,750,907.51	WMM LM 0018 MZA/R	Dec-23 Construction of Mwlini Access Road	Monday, December 4, 2023	Engineering Services
2	Mvumezaz Construction	R 6,750,555.42	WMM LM 00019 NSA/R	Ntianzwe to Sizabonke Access Road	Monday, December 4, 2023	Engineering Services
3	Mvumezaz Construction	R 4,395,182.41	WMM LM 00020 MAF/R	Construction of Mhlwazini Access Road	Monday, December 4, 2023	Engineering Services
4	Vitsha Trading	R 9,685,836.19	WMM LM 00017 MDG	Upgrading of Mbonzwana via Dotye to Greenville Hospital Access Road	Monday, December 4, 2023	Engineering Services
5	Ndzila Investments	Rates	WMM-LM 27/10/21/01 PIS	Provision of Insurance Services for 36 Months	Monday, December 18, 2023	Budget and Treasury
6	First National Bank	Rates	WMM LM 00012 BS	Provision of Banking Services for 5 Years	Monday, December 18, 2023	Budget and Treasury
7	ATC Industries Pty Ltd	Rates	WMM LM 00016 M TL3Y	Maintenance of Traffic Lights for 3 Years	Thursday, December 21, 2023	Community Services
Total		R 26,662,481.53				

c) Status of current tenders

Description	Bid Number	Chairperson	Closing Date	Validity Period	SCM Official	Status	Department	Members	Today's Date	Days Lapsed	Validity Check	Remaining Days
Multi Discipline Panel of Consultants	WMM LM 31/05/22/06 MDP	Not Yet Appointed	Friday, January 26, 2024	Friday, April 26, 2024	Not Yet Appointed	On Advert	Engineering Services	Not Yet Appointed	Tuesday, December 5, 2023	-52.00	Valid	143.00
Multi Utility Online Pre-paid Electricity Vending Management System	WMM/LM 00088 PMS	Not Yet Appointed	Friday, January 26, 2024	Thursday, April 25, 2024	Not Yet Appointed	On Advert	Engineering Services	Not Yet Appointed	Tuesday, December 5, 2023	-52.00	Valid	142.00
Re-validation of Township Establishment	WMM LM 24/08/22/RTE	Siphelele Morlock	Thursday, September 14, 2023	Wednesday, December 13, 2023	To be evaluated	Development Planning	Shile Khusi, Nyameka Ngejane	Tuesday, December 5, 2023	82.00	Valid	8.00	
Service provider for Extension of waste management services	WMM LM 04/08/22/01/EWM	Neumissa Xoko	Monday, September 4, 2023	Sunday, December 3, 2023	Mziwethu Metandaba	To be adjudicated	Community Services	Nonziliseko Xakata, Madodoma; Madikizela	Tuesday, December 5, 2023	92.00	Expired	-2.00
Conduct Heritage Research	WMM LM 11/08/22/02 MH/R	Not Yet Appointed	Thursday, November 30, 2023	Wednesday, February 28, 2024	Not Yet Appointed	Closed	Municipal Manager	Not Yet Appointed	Tuesday, December 5, 2023	5.00	Valid	85.00
Contract for Services and Maintenance of a Back-up Generator	WMM-LM 13/04/23/01 BUG	Siphelele Morlock	Monday, September 25, 2023	Sunday, December 24, 2023	To be adjudicated	Engineering Services	Vuyani Mdina, Madodomzi Madikizela	Tuesday, December 5, 2023	71.00	Valid	19.00	
Design, Manufacturing and Supply	WMM-LM 00097 S WMM B	Not Yet Appointed	Thursday, November 90	Wednesday, February 28, 2024	Ms. A. Ntongana	Closed	Municipal Manager	Not Yet Appointed	Tuesday, December 5, 2023	5.00	Valid	85.00

Description	Bid Number	Chairperson	Closing Date	Validity Period	SCM Official	Status	Department	Members	Today's Date	Days Lapsed	Validity Check	Remaining Days
Erection of the life, size Bronze			30/2023	2024					5/2023			
Maintenance of Solar Panels for 36 Months in WMM LM Wards	WMM-LM 000900 MS MMM L	Not Yet Appointed	Friday, January 26, 2024	Thursday, April 25, 2024	Not Yet Appointed	On Advert	Community Services	Not Yet Appointed	Tuesday, December 5, 2023	-52.00	Valid	142.00
Maintenance of 2 VIP Toilets and Honey Sucking at Mbizana	WMM-LM 000102 MMT&hs	Ms. N.Jokweni	Tuesday, August 22, 2023	Monday, November 20, 2023	Mr. M. Mtetandaba	To be re-advertised	Community Services	Ms. N.Xoko and Ms. Rabie	Tuesday, December 5, 2023	-105.00	Expired	-15.00
Socio-Economic Infrastructure Assessment Study	WMM-LM 004/S-ELIAS	Ms. N.Jokweni	Friday, August 11, 2023	Thursday, November 9, 2023	Mr. M. Mtetandaba	To be adjudicated	Municipal Manager	Ms. N.Xoko and Ms. Rabie	Tuesday, December 5, 2023	-116.00	Expired	-26.00
Maintenance of Electricity Infrastructure Project	WMM-LM 13/09/23/01 MEI	Mr.Mqina	Thursday, October 5, 2023	Wednesday, January 3, 2024	Mr. M. Mtetandaba	To be evaluated	Engineering Services	Mr.Madikizela,Mr.Luphoko	Tuesday, December 5, 2023	-61.00	Valid	28.00
Call Out Contract for Crane truck for 12 Months	WMM-LM 13/09/23/02 COC	Mr.Mqina	Monday, October 16, 2023	Sunday, January 14, 2024	Mr. M. Mtetandaba	To be evaluated	Engineering Services	Mr.Madikizela,Mr.Luphoko	Tuesday, December 5, 2023	-50.00	Valid	40.00
Streetlight Maintenance	WMM-LM 13/09/23/03 STM	Mr.Mqina	Thursday, October 5, 2023	Wednesday, January 3, 2024	Mr. M. Mtetandaba	To be evaluated	Engineering Services	Mr.Madikizela,Mr.Luphoko	Tuesday, December 5, 2023	-61.00	Valid	28.00
Customer Care Satisfaction Survey	WMM-LM 13/09/23/04 CCS	Miss.Jokweni	Thursday, October 5, 2023	Wednesday, January 3, 2024	Ms. A. Ntongana	To be re-advertised	Municipal Manager	Mr.Hlangabazo,Ms.Ntlanga	Tuesday, December 5, 2023	-61.00	Valid	29.00
Bizana Mini Market Phase 2	WMM-LM 24/08/23/01 BMM	Bonginkosi Hlangabazo	Thursday, September 14, 2023	Wednesday, December 13, 2023	Mziwethu Mtetandaba	To be adjudicated	Development Planning	Vive Nontanda, Nobusi Mshweswhe	Tuesday, December 5, 2023	-82.00	Valid	8.00
Land Audit	WMM-LM 24/08/23/02 MLA	Siphele Morlock	Thursday, September 14, 2023	Wednesday, December 13, 2023	Asithethi Ntongana	To be adjudicated	Development Planning	;;:;pjhb	Tuesday, December 5, 2023	-82.00	Valid	8.00
procurement of Payroll System for Five Years	WMM-LM 00012 PPS	Ms.Mshweswhe	Monday, October 23, 2023	Sunday, January 21, 2024	Mr. M. Mtetandaba	To be evaluated	Corporate Service	Mrs.Mhlelembana, Ms.Ntlanga	Tuesday, December 5, 2023	-43.00	Valid	47.00
Indigent Register Verification	WMM-LM 13/09/23/05 IRV	Not Yet Appointed	Friday, January 12, 2024	Thursday, April 11, 2024	Mr. M. Mtetandaba	To be evaluated	Community Services	Not Yet Appointed	Tuesday, December 5, 2023	-38.00	Valid	128.00
Supply and Delivery of Cleaning Resources	WMM-LM 04/08/22/01 SDC	Miss. Xoko	Monday, October 16, 2023	Sunday, January 14, 2024	Mr. M. Mtetandaba	To be evaluated	Community Services	Mr.Morlock,Mrs Mhlelembana	Tuesday, December 5, 2023	-50.00	Valid	40.00
Provision of Insurance services	WMM-LM 27/10/21/01 PIS	Mr.Morlock	Monday, October 30, 2023	Sunday, January 28, 2024	Mr. M. Mtetandaba	Awarded	B.T.O	Mrs.Yakathla, Mr.Madikizela	Tuesday, December 5, 2023	-36.00	Valid	54.00
Re-Review of ICT Disaster Recovery	WMM-LM	Ms.Mshweswhe	Thursday, November 16, 2023	Wednesday, February 14, 2024	Mr. M. Mtetandaba	To be evaluated	Corporate Service	Mrs.Mhlelembana, Ms.Ntlanga	Tuesday, December 5, 2023	-19.00	Valid	71.00
Procurement of Sever Room	WMM 11/02/22/01 CCR	Ms.Mshweswhe	Thursday, November 9, 2023	Wednesday, February 7, 2024	Mr. M. Mtetandaba	To be evaluated	Corporate Service	Mrs.Mhlelembana, Ms.Ntlanga	Tuesday, December 5, 2023	-26.00	Valid	64.00
Maintainance of Traffic Lights for 3 years	WMM LM 00016 M TL3Y	Mr.D.Luphoko	Wednesday, October 11, 2023	Tuesday, January 9, 2024	Miss.A.Ntongana	Closed	Community Services	Mr.Maddodomzi Madikizela, Mr.Vuyani Mgina	Tuesday, December 5, 2023	-55.00	Valid	35.00

Description	Bid Number	Chairperson	Closing Date	Validity Period	SCM Official	Status	Department	Members	Today's Date	Days Lapsed	Validity Check	Remaining Days	
Panel of Attorney's for 36 Months	W/MM-LM 0054 PA 36 M	Not Yet Appointed	Friday, January 26, 2024	90	Thursday, April 25, 2024	Not Yet Appointed	On Advert	Municipal Manager	Not Yet Appointed	Tuesday, December 5, 2023	-52.00	Valid	142.00
Development of Inventory of Records	W/MM-LM 28/11/23/01 RID	Not Yet Appointed	Thursday, December 21, 2023	90	Wednesday, March 20, 2024	Not Yet Appointed	On Advert	Corporate Service	Not Yet Appointed	Tuesday, December 5, 2023	-16.00	Valid	106.00
Panel for Wellness and Occupational Health Practitioners	W/MM-LM 0054 PA 36 M	Not Yet Appointed	Thursday, December 21, 2023	90	Wednesday, March 20, 2024	Not Yet Appointed	On Advert	Corporate Service	Not Yet Appointed	Tuesday, December 5, 2023	-16.00	Valid	106.00
Supply and Delivery of PPE 36 Months	W/MM-LM 00051 PPE FS 36M	Not Yet Appointed	Monday, October 23, 2023	90	Sunday, January 21, 2024	Not Yet Appointed	On Advert	Community Services	Not Yet Appointed	Tuesday, December 5, 2023	43.00	Valid	47.00
Supply and Delivery of PPE for 24 Months	W/MM-LM 00051 P PPE ENV 24M	Not Yet Appointed	Sunday, December 10, 2023	90	Saturday, March 9, 2024	Not Yet Appointed	On Advert	Community Services	Not Yet Appointed	Tuesday, December 5, 2023	-5.00	Valid	95.00
SMME Equipment	W/MM-LM 31/05/22/06 MDP	Not Yet Appointed	Thursday, December 21, 2023	90	Wednesday, March 20, 2024	Not Yet Appointed	On Advert	Planning Development	Not Yet Appointed	Tuesday, December 5, 2023	-16.00	Valid	106.00

d) Deviations

No deviations were approved during the month.

e) Irregular, Fruitless and Wasteful Expenditure

There was no irregular expenditure identified for the month ended 31 December 2023.

11. Database utilisation

The following table indicates the service providers that have been utilised for the month of December 2023. This is in keeping in line with demonstrating that we are making strides in ensuring that there is rotation of service providers and no single provider is preferred.

Creditor Name	Creditor Address	Function Name	Value	Status	Specifications	Ward no.	CSDRefNumber
FAKADE CONSTRUCTION (PTY) LTD	P.O.BOX 307 BIZANA WARD 14800	Mayor and Council	1,000.00	RECEIVED	REQUEST FOR LUNCH FOR 10 PEOPLE THAT WILL BE CONDUCTING ANNUAL ASSESSM FOR SECTION 56 & SECTION 57 MANAGERS ON THE 7 DECEMBER 2023	Ward 1	MAAA0125170
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Legal Services	1,998.70	OPEN	REQUEST FOR ERRATUM FOR THE PANEL ATTORNEYS ADVERTISEMENT FOR 36 MONTH DURATION	Kokstad	MAAA0543404
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Human Resources	1,998.70	OPEN	REQUEST TO ADVERTISE THE TOURISM OFFICER POSITION UNDER DEVELOPMENT PL DEPARTMENT	Kokstad	MAAA0543404
GROUP TWO MEDIA COMPANY	SHOP NO 16 TIAGOS KOKSTAD 4700	Marketing Customer Relati	1,998.70	RECEIVED	ADVERTISING OF CHRISTMAS MESSAGE ON TWO LOCAL NEWS PAPERS	Kokstad	MAAA0543404
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Project Management Unit	2,000.00	RECEIVED	REQUEST TO READVERTISE FOR 3 YEAR PANEL OF CONSULTANT AND REQUEST TO READVERTISE FOR VENDING MACHINE.	Ward 17	MAAA0570434
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Municipal Manager Town Se	2,000.00	RECEIVED	PUBLIC NOTICE OF ORDINARY COUNCIL REQUEST SUITABLE SERVICE PROVIDER FOR RECORDS INVENTORY DEVELOPMENT	Ward 17	MAAA0570434
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Human Resources	2,000.00	RECEIVED	Request for re-advert for Indigent Register Verification and maintenance of records in all Wards	Ward 17	MAAA0570434
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Population Development	2,000.00	RECEIVED	REQUEST FOR THE PUBLISHING/ADVERTISING OF CHRISTMAS MESSAGE ON TWO LOCAL NEWS PAPERS FOR DECEMBER CHRISTMAS AND ARRIVE ALIVE MESSAGE ALSO ARTWORK TO BE DONE BY THE SELECTED SERVICE PROVIDER	Ward 17	MAAA0570434
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Marketing Customer Relations	2,000.00	RECEIVED	REQUEST FOR PUBLICATION OF PUBLIC NOTICE TO IDENTIFY 32 APPROVED HOUSI BENEFICIARIES	Ward 17	MAAA0570434
PONDOLAND TIMES	P.O BOX 127 BIZANA WARD 174800	Economic Development	4,593.00	RECEIVED	REQUEST FOR REPLACEMENT OF 2 TYRES FOR BAKKIE REG NO.FWS 549 EC	Ward 1	MAAA0408288
KWIK-FIT BIZANA SAICA	SHOP 22145 MAIN STREET BIZANA 4800	Police Forces Traffic	4,681.85	OPEN	MEMBERSHIP FEES FOR MR. M. MADIKIZELA	Kwa Zulu-Natal	MAAA0387424
	17 FRICKER RD ILOVO 2196 2196	Finance	4,778.22	OPEN			

Creditor Name	Creditor Address	Function Name	Value	Status	Specifications	Ward no.	CSDRefNumber
ALL SEASONS TENZA RESTAURANT A	NO 1119; LUDERE LOCATION; BIZANA; BIZANA 4800	Economic Development	4,880.00	RECEIVED	REQUEST FOR LUNCH BY MEANS OF CATERING FOR 40 PEOPLE WHO WILL BE ATTEN LSDF MEETING .THE MEETING WILL BE HELD AT COUNCIL CHAMBERS AS PER THE MEMO AND SHOULD BE SERVED AT 12H00.	Ward 4	MAAA0054132
MEYIFE CONSTRUCTION AND PROJECT	P O BOX 210168 WARD 9 BIZANA 4800	Mayor and Council	6,500.00	RECEIVED	REQUEST FOR LUNCH FOR 65 PEOPLE THAT WILL BE ATTENDING CAUCUS MEETING DECEMBER 2023	Ward 9	MAAA0108384
MYN 9612 TRADING ENTERPRISE	NIKHAWE (KWANIKHWE) SP; NIKHAWE (KWANIKHWE) SP; NIKHAWE 4800	Mayor and Council	7,500.00	OPEN	REQUEST FOR 2 POLE TENT WITH 50 CHAIRS AND 1 TABLE FOR YOUTH RESTORATI MOVEMENT AWARENESS 2023 EDITION	Ward 17	MAAA1381767
STIRA CONSTRUCTION AND PROJECT	P.O BOX 210262 BIZANA WARD 25 480	Solid Waste Removal	8,500.00	OPEN	REQUEST FOR HIRING OF TB FOR 1 DAY TO WORK AT WARD 13 CAGES AND NEXT NYANISWENI FOREST	Ward 25	MAAA011039
ARENA HOLDINGS	P.O BOX 2447 CAPE TOWN 8000 8000	Project Management Unit	9,522.00	OPEN	REQUEST FOR ADVERTISING OF THALEN! BRIDGE IN WARD 27	East London	MAAA0076388
PHILAKONA	P.O BOX 220 BIZANA WARD 01 4800	ayor and Council	10,000.00	RECEIVED	REQUEST FOR LUNCH FOR 100 PEOPLE FOR COUNCIL MEETING THAT WILL BE HELD 12 DECEMBER 2023	Ward 1	MAAA0597132
LEADERSHIP ACADEMY PTY LTD	P.O BOX 2290 BEDFORDVIEW JOHANNESBURG 2008	Supply Chain Management	11,731.15	RECEIVED	PERFOMANCE TRAINING OF MR. LUNGISA MBHOBHO	Johannesburg	MAAA0023483
SONGO TRADING AND PROJECTS	NGCINGO LOCATION AMANGUTUYANA AA WARD 23 4800	Mayor and Council	13,500.00	RECEIVED	REQUEST FOR 3 TAXIS FOR INKCYO MAIDENS TO NTABANKULLU ON THE 07 DECEMB AND BACK ON THE 08 DECEMBER 2023	Ward 13	MAAA1403418
KVIK-FIT BIZANA	SHOP 221 45 MAIN STREET BIZANA 4800	Fleet Management	14,386.50	OPEN	REQUEST FOR FOUR ALL TERRAIN TYRES DELIVER ECO- RESPONSIBLE PROVIDING AND STABILITY EVEN AT HIGH SPEED WHILE ALSO MEETING ANYTIME OF ENVIRON REGISTRATION NUMBER KFG946EC; SIZE 255/70R17C/08/1066	Ward 1	MAAA0408288
TYRES & MORE KOKSTAD	P.O BOX669 KOKSTAD KWAZULU-NATAL 4700	Fleet Management	20,499.48	OPEN	REQUEST FOR 04 TYRES FOR KCB 798 EC (FORTUNER) SIZE 265/60/R18	Kokstad	MAAA018212
BULUKHANYO TRADING	NOMLACU LOCATION ESKHUMBENI AA ward 26 4800	Mayor and Council	21,500.00	OPEN	REQUEST FOR LUNCH WITH SOFT DRINKS FOR MISS TEEN SA WELCOMING	Ward 26	MAAA1353780
DRIVING LICENSE CARD ACCOUNT	P.O. BOX 25223 MONUMENT PARK PRETORIA 0105	Road and Traffic Regulations	24,253.00	RECEIVED	PAYMENT TO DRIVING LICENCE CARD ACCOUNT FOR NOV/2023	Pretoria	MAAA0357741
N AND P BEVERAGE TRADING AND PR	P BAG X 594 BIZANA WARD 27 4800	Mayor and Council	25,198.00	RECEIVED	REQUEST FOR 08 X 500ML ANTISEPTIC LIQUID FOR VOLUNTEERS WHO ARE NOT ANY STIPEND FOR THE WORK THEY ARE DIONG.	Ward 27	MAAA0272697
		Total	209 019.30				

12. Regulation 17(1) c Procurement

Regulation 17 of the Municipal Supply Chain Management Regulations dealing with Formal written price quotations allows the municipality where it is not possible to obtain at least three quotations that reasons be recorded and approved by the Chief Financial Officer. This differs from the Deviations provided on regulation 36 of the same regulations.

Below is the list of transactions that have been procured through the utilisation of the regulation 17(1)c during the year:

Section 17 Transaction details				Procurement Process			
Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Department Responsible
Not Paid	N/A	Government Printing Works	R 15,132.00	Printing Works for Provincial and Local Impotent Documents	Z.Zukulu	Friday, July 7, 2023	Municipal Manager's Office
Not Paid	N/A	ILGM	R 1,070.00	Membership Fees for CFO	Z.Zukulu	Thursday, August 17, 2023	Budget and Treasury
Monday, July 31, 2023	ECPNA2023/12941	South African Local Government Association	R 5,000.00	Membership Fees for CFO, Hon Mayor, Mm and Speaker	Z.Zukulu	Friday, August 18, 2023	Municipal Manager's Office
Monday, July 31, 2023	218078333	University of KwaZulu Natal	R 25,000.00	Study Fees for Operations and Maintenance Manager	Z.Zukulu	Tuesday, July 25, 2023	Corporate Services
Not Paid	N/A	Government Printing Works	R 1,008.78	Printing Works for Provincial and Local Impotent Documents	Z.Zukulu	Friday, August 25, 2023	Municipal Manager's Office
Friday, September 15, 2023	PINVO4428	ESRI South Africa	R 24,562.23	GIS-Software Membership Fees for Manager	Z.Zukulu	Friday, August 25, 2023	Municipal Manager's Office
Monday, July 31, 2023	3000059842	Institute for Internal Auditors	R 14,019.08	Internal Auditor Study Fees for Fleet Officer	Z.Zukulu	Thursday, July 20, 2023	Municipal Manager's Office
Thursday, August 31, 2023	22112411/2032	Studio Higher Education	R 3,330.00	Local Government Oversight for Mr.Jozela	Z.Zukulu	Tuesday, August 15, 2023	Corporate Services
Saturday, September 30, 2023	IN.0003645	S.A. Board for Peaplo Practices	R 2,300.00	Membership Fees for CFO and Municipal Manager	Z.Zukulu	Wednesday, September 27, 2023	Corporate Services
Saturday, September 30, 2023	11729	CIGFARO	R 15,796.00	Fees for Training	Z.Zukulu	Thursday, September 28, 2023	Municipal Manager's Office
Wednesday, October 11, 2023	1000620	HV Test Academy	R 12,458.53	Fees for Training	Z.Zukulu	Tuesday, October 10, 2023	Engineering office

Section 17 Transaction details							
Payment Date	Payment Number	Supplier Name	Amount	Description of Incident	Approved by	Date Approved	Procurement Process
					Department Responsible	Normal Process	Process Followed
Wednesday, October 11, 2023	INV2023072102	Renkalic Training centre	R 13,900.00	Fees for Training	Z.Zukulu	Tuesday, October 10, 2023	One quote requested
Tuesday, September 12, 2023	Gcov0911	Sita	R 31,600.00	Study Fees Electricity Officials Membership fees	Z.Zukulu	Tuesday, September 12, 2023	Engineering office
Not Paid		Institute for Internal Auditors	R 22,011.00	For internal audit officials	Z.Zukulu	Tuesday, September 19, 2023	Municipal Manager's Office
Not Paid	DF156156469	MIE	R 4,326.55	Verification and collection of educational qualifications	Z.Zukulu	Tuesday, October 24, 2023	Corporate Services
Not Paid	IND0031421	WESEA	R 12,275.00	NGO	Z.Zukulu	Monday, October 30, 2023	LED
Not Paid	1345560 C	WITS	R 116,000.00	Study fees	Z.Zukulu	Wednesday, November 1, 2023	Corporate Services
Not Paid	1345560(B)	WITS	R 174,000.00	Study fees	Z.Zukulu	Wednesday, November 1, 2023	Corporate Services
Not Paid	12478	CIGFARO	R 3,356.00	Membership fees	Z.Zukulu	Monday, November 13, 2023	Municipal Manager's Office
Not Paid	DF156159749	MIE	R 251.39	Verification and collection of educational qualifications	Z.Zukulu	Tuesday, November 28, 2023	Corporate Services
			R 497,396.66				

13. Contract Management

S116(2) of the MFMA requires that the accounting officer of a municipality must –

- Take all reasonable steps to ensure that a contract or agreement procured through the supply chain management policy of the municipality of the municipality is properly enforced;

- Monitor on a monthly basis the performance of the contractor under the contract or agreement;
- Establish capacity in the administration of the municipality –
 - To assist the accounting officer in carrying out the duties set out in the paragraphs above; and
 - To oversee the day-to-day management of the contract or agreement; and
- Regularly report to the municipal council on the management of the contract or agreement and the performance of the contractor.

In keeping with the above prescripts, the table below shows the contracts that the municipality currently has in operation.

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Closing Balance	23-Dec	Closing Balance
Zama Dunga Business Enterprise	Construction of Mbizana Civic Centre	MBIZLM27/02/18/02ENG	R 81,933,542.18	R 31,984,133.12	R 11,103,524.71	R	R 3,707,098.64
Sade VIP	Payroll System	None Provided	R -	R 283,395.82	-R 557,458.19	-R	-R 861,144.95
Sizanane Consulting	General Valuation Roll 2019/2024	Valuation Roll 2019/2024	R 1,576,425.00	R 581,897.44	R 581,897.44	R	R 581,897.44
Munsoft (PTY) LTD	Financial and Billing System	MBIZ LM ICT DUE DELIGENTS	R -	R 5,318,113.79	-R 10,174,125.16	-R	-R 15,190,732.91
Indive Risk Services	Provision of Insurance Services	LM/02/05/18/INS/B TO	R 876,543.75	R -	-R 2,567,674.53	-R	-R 4,806,877.51
First Rand Limited	Provision of Banking Services	MBIZ LM/06/03/18/LT/BT O	R -	R 7,524,870.94	-R 9,657,484.60	-R	-R 16,245,864.06
Conlog	Prepaid electricity agent	Fer/6/11/15	R -	R 6,727,453.16	-R 7,349,569.20	-R	-R 8,789,825.27
West Bank Limited	Fuel	MBIZ LM/06/03/18/LT/BT O	R -	R -	-R 5,521,475.59	-R	-R 5,975,851.29
Kumyolz Investments	Debt collection	MBIZ LM/00022	R R	R -R 1,382,584.78	R -R	-R	-R 2,224,282.98

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Closing Balance	23-Dec	Closing Balance
		DCS	0.13	0.13		-	
Integrated Financial Records and Archiving Solutions (IFRA) for 3 years	MBIZ LM 0035 IFRA	R 5,300,000.00	R 455,292.19	R 455,292.19	R -	R 208,042.19	
Procurement of Mobile Contract	MBIZ LM 0040 PMC	-	-R 5,602,000.00	-R 9,329,270.59	R -	-R 13,575,722.50	
Panel of Electrical Engineering Consultants(Ele Load Forecasting.)	MBIZ LM 0055 CON	R 345,000.00	R 345,000.00	R 345,000.00	R -	R -	
Panel of Electrical Engineering Consultants	MBIZ LM 0055 CON	R -	R -	R -	R -	R -	
Supply & Maintenance of Automated Meter Reading System for 3 years	MBIZ LM 0085 AMRS	R 2,129,902.23	R 1,800,336.15	R 101,409.53	R -	-R 1,210,262.35	
Panel of Consultants-Architectural: Temporary Traders Stalls and Civil Works	MBIZ LM 0055 CON	R 956,705.82	R 287,011.75	R 287,011.75	R -	R 6,239,40	
Ighayiya Design Workshop	WMM-LM(Panel of Consultants)	R 3,850,372.50	R 3,850,372.50	R 3,164,366.38	R -	R 2,017,821.13	
Ighayiya Design and Workshop	WMM LM 08/12/20/03 PSC	R 27,820,800.00	R 27,820,800.00	R 21,224,400.00	R -	R 9,349,500.00	
Bukhobethu Security Services	WMM LM 16/09/20/01	R -	R -	R -	R -	-R 448,965.09	
Phabile Construction	WMM LM 25/08/21	R -	R -	R 456,420.78	R -	-R 2,842,866.72	
Dr Srigudhav-Sewpersadhi Attorneys	WMM LM 25/08/21	R -	R -	R -	R -	-R -	
Z.N.Mishabe	WMM LM 25/08/21	R -	R -	R -	R -	-R 5,779,088.55	
Techseeds Pty Ltd	WMM LM 21/12/21/01 PRI	R 6,581,971.41	R 6,581,971.41	R 6,581,971.41	R -	R 5,897,168.03	
Zlinzame Consulting Engineers	MBIZ LM 0055 CON	R 3,256,364.38	R 3,256,364.38	R 2,534,725.60	R -	R 102,591.34	
EKS Vehicle Tracking	Transversal Contracts(RT-46)	R -	R -	R -	R -	-R 186,733.77	
Iheans Travelling Agency	WMM LM 30/06/22/01 TRA	R -	R -	R -	R -	-R 755,456.27	
Provision of Travelling Agency for 36 months	WMM LM 30/06/22/01 TRA	R -	R -	R -	R -	-R -	
Tunimart(PTY)LTD	WMM LM 18/09/09/1/01	R -	R -	R -	R -	-R 1,114,781.33	
Bomba Diesel	WMM LM 18/09/09/1/01	R -	R -	R -	R -	-R 776,106.73	

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Closing Balance	23-Dec	Closing Balance
Thahle Project Jv Ayagu Construction	Construction of Sidang'a Access Road with Bridges Repairs and Maintenance of Municipal Main Building	WMM LM 00098	R 19,990,389.66	R 19,990,389.66	R 19,990,389.66	R -	R 1,999,075.23
Nikhwe Group	Construction of Ward 13 ECDC	WMM LM 25/05/22/02 ECDC R&M MB	R 1,557,620.17	R 1,557,620.17	R 1,557,620.17	R -	R 410,097.58
XS Dollarz	Hiring of Construction Plant and Trucks Social and Disaster Relief Material for 3 years	WMM LM 08/12/22/02 HPC WMM LM 0064 SRM	R 5,884,206.38	R 4,061,813.16	R 4,061,813.16	R -	R 406,307.51
Thahle Projects Jv Ayagu Trading	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R -	R 5,884,206.38	R 5,884,206.38	R -	R 615,751.98
Moya Trading and Projects	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 9,520,610.95	R 9,520,610.95	R 7,894,646.45	R -	R -R 1,173,420.00
Mabozela Trading and Enterprise	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 8,360,152.80	R 8,360,152.80	R 5,660,152.80	R 147,497.52	R -R 2,351,508.29
Myi Construction and Maintenance	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 6,825,933.78	R 6,825,933.78	R 6,825,933.78	R -	R 393,647.48
Manyobo Group	Hiring of Construction Plant and Trucks Electrification of Msathweni Village	WMM LM 08/12/22/02 HPC MBIZ LM 0055 CON	R 5,232,704.10	R 5,232,704.10	R 5,232,704.10	R 438,552.03	R -R 1,598,773.84
LG Construction TA LGC Construction	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 607,200.00	R 607,200.00	R 607,200.00	R -	R 201,590.40
Restsam Engineering PTY Ltd	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 3,687,053.32	R 3,687,053.32	R 1,632,704.82	R -	R 1,654,789.97
Wosa Nawe 16	Provision of Internal Services	WMM LM 06/10/22/03 IAS	R -	R -	R -	R -	R 650,578.00
Mayile Solutions	Electrification of Zizithweni Village	WMM LM 00058E	R 7,836,167.58	R 7,836,167.58	R 7,836,167.58	R -	R 1,396,377.87
Manyobo Group	Rehabilitation of Dumping Site for a Period of 18 Months	WMM LM 04/08/22/02 RMD	R -	R -	R -	R 260,179.65	R -R 1,579,707.06
Lilitra Project Managers	Preparation of GRAP Compliant Immovable Fixed Asset Register	WMM LM 14/06/22 FAR	R 1,722,106.00	R 1,722,106.00	R 1,722,106.00	R -	R 1,722,106.00
Wandile and Son Trading Pty Ltd	Multi Three Year Contract for Supply and Delivery of Electricity Material	WMM LM 03/11/22/05 EMT	R -	R -	R -	R -	R -
Nikhwe Group	Multi Discipline Panel of Consultants for a Period of 3 years	WMM LM 25/03/22/01 MDP	R -	R -	R -	R -	R -
VHB and Associates	Construction of Mbizana Civic Centre	MBIZ LM 27/02/18/0	R 3,811,832.48	R 3,811,832.48	R 3,811,832.48	R -	R -

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Closing Balance	23-Dec	Closing Balance
	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 1,000,305.05	R 1,000,305.05	R 1,000,305.05	-	R 3,430,649.24
Nikhwe Group	Hiring of Construction Plant and Trucks	WMM LM 08/12/22/02 HPC	R 1,302,481.25	R 1,302,481.25	R 1,302,481.25	-	R 1,000,305.05
Citi Cargo	Refurbishment of Low Voltage Lines in Extension 4	WMM LM 00081 RVL	R 3,491,945.22	R 3,491,945.22	R 3,491,945.22	-	R 472,395.99
Masilo 85 Projects	Multi Discipline Panel of Consultants for a Period of 3 years	WMM LM 25/03/22/01 MDP CON	R -	R -	R -	-	R 1,398,603.90
Ziinzame Consulting Engineers	Rehabilitation of Ntamonde Access Road	MBIZ LM 0055 CON	R 508,801.44	R 508,801.44	R 508,801.44	-	R 27,338.44
S.Zoko Consulting	Rehabilitation of Mgodini to Mchijweni Access Road	MBIZ LM 0055 CON	R 433,683.34	R 433,683.34	R 433,683.34	-	R 159,301.47
Ziinzame Consulting Engineers	Maintenance of Monti Access Road	MBIZ LM 0055 CON	R 253,105.02	R 253,105.02	R 253,105.02	-	R 12,196.01
Ziinzame Consulting Engineers	Construction of Maiazi Landfill Site	MBIZ LM 0055 CON	R 10,217,253.61	R 10,217,253.61	R 10,217,253.61	-	R 9,030,991.07
The Mane's	Car Wash Services for 12 Months	WMM LM 26/10/22/03 CWS	R -	R -	R -	-	R 59,050.00
Nkwali AM	Fencing of Mphuthumi Matumbatha Stadium Supply and Delivery	WMM LM 04/05/23/06	R 4,863,852.26	R 4,863,852.26	R 4,863,852.26	-	R 1,190,172.37
The Mane's	Supply and Delivery of Cleaning Resources	WMM LM 04/08/22/01 SDC	R -	R -	R -	-	R 182,030.00
Citeplan	Kubha/Magusheni LSDF	WMM LM /24/0822 KIM LSDF	R 276,000.00	R 276,000.00	R 276,000.00	-	R 113,000.00
Masio Jv Kresta Green	Nomiacu Electrification Phase 2	WMM LM 04/05/23/01 ENP	R 5,221,160.12	R 5,221,160.12	R 5,221,160.12	-	R 2,525,948.80
ODG Technologies PTY Ltd	Construction of Mgqitsalala Access Road	WMM LM 04/05/23/01 ENP	R 1,035,116.46	R 1,035,116.46	R 1,035,116.46	-	R 413,081.07
Stira Construction	Construction to Nshikishane to Bhukuveni Access	WMM LM 000103 M W18	R 4,621,749.00	R 4,621,749.00	R 4,621,749.00	296,412.21	R 2,491,461.42
Alutha Holding 82/ Show Love and Care	Construction of Mhizwazini Access Road	WMM LM 00020 M A/R	R 4,395,182.41	R 4,395,182.41	R 4,395,182.41	-	R 1,724,363.00
Mvumeza Trading Enterprise	Construction of Mgontzani Access	WMM LM 00013 M A/R	R 5,122,592.20	R 5,122,592.20	R 5,122,592.20	-	R 3,388,021.61
Ixivuno Esihle Construction							R 2,473,959.35

SUCCESSFUL TENDERER	NAME OF THE PROJECT	TENDER NO	Contract Amount	Balance Brought down	Closing Balance	23-Dec	Closing Balance
Road			R				
Construction of Mwilini Access Road	WMM LM 00018 MZI A/R	5,790,907.51	R	5,790,907.51	R	5,790,907.51	R
Vitsha Trading Upgrading of Mbongwana Access Road	WMM LM 00017 MDG	9,685,836.19	R	9,685,836.19	R	9,685,836.19	R

R	274,440,463.86	R	191,320,181.82	R	130,572,518.79	R	6,750,070.10	-R	20,901,059.06
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PART 2 – SUPPORTING DOCUMENTATION

1. Formulation of the 2022/23 Audit Action Plan

The municipality prepared and submitted Annual Financial Statements for the year ended 30 June 2023 to the Auditor General of South Africa on 31 August 2023 as required.

As opposed to the 2022 audit where the Office of the Auditor General was unable to conduct planning, for the 2023 audit this was done and concluded in April 2023 which made it easy for the audit to be concluded much easier and better this time towards the end of November 2023.

The following milestones were covered:

- Presentation of the engagement letter and signing by the MM
- Presentation of the audit strategy and planning report
- Presentation of the draft and Final Management Report
- Issuing and signing of the audit report confirming the municipality has maintained its clean audit opinion.

By the end of November 2023, 70 RFIs and 24 Communications of Audit Findings had been issued and responded to.

A audit action plan framework has been developed and distributed to all members of the municipality's management team for inputs on the corrective measures relating to each item as raised on the management report.

2. Implementation of the Finance Management Internship Programme

The municipality implements the Finance Management Internship from funded through the Financial Management Grant as one of the conditions indicated in the grant framework. The program is implemented in line with the guidelines that govern the following:

- a) Number of interns, which is 5 at all times
- b) The minimum requirements for recruitment of the interns
- c) The recruitment process to be followed
- d) The duration of the programme

e) The remuneration structure and limits

f) The reporting requirements

g) The structure of the programme

Over the past months from January 2023 we have been reporting resignations of a number of interns resulting in three additional vacancies that were pending finalisation before the end of the month.

A report from the recruitment process indicated that the processes were finalised and three additional interns commenced duties during the month of September 2023.

3. Debtors' analysis

Summary of all Debtors

EC443 Winnie Madikizela Mandela - Supporting Table SC3 Monthly Budget Statement - aged debtors - M06 December

Description	NT Code	Budget Year 2023/24						Total over 90 days	Actual Bad Debts Written Off against Debtors	Impairment - Bad Debts i.t.o Council Policy
		0-30 Days	31-60 Days	61-90 Days	91-120 Days	121-150 Days	151-180 Days			
R thousands										
Debtors Age Analysis By Income Source										
Trade and Other Receivables	1200	—	—	—	—	—	—	—	—	—
Trade and Other Receivables	1300	6,995	1,815	1,594	1,604	1,565	1,207	994	13,215	28,990
Receivables from Non-ex cha	1400	1,310	278	274	299	10,522	263	262	41,468	18,585
Receivables from Ex change	1500	—	—	—	—	—	—	—	—	39,606
Receivables from Ex change	1600	49	14	14	14	16	2	2,063	2,174	2,097
Receivables from Ex change	1700	—	—	—	—	—	—	384	384	384
Interest on Arrear Debtor Acco	1810	1,491	820	809	820	634	593	15,780	21,528	18,406
Recoverable unauthorised, irr	1820	—	—	—	—	—	—	—	—	—
Other	1900	649	234	238	234	221	227	209	7,852	9,864
Total By Income Source	2000	10,494	3,162	2,929	2,971	12,959	2,292	2,048	67,554	8,743
2022/23 - totals only										
Debtors Age Analysis By Customer Group										
Organs of State	2200	1,063	590	592	606	10,651	393	345	30,243	44,485
Commercial	2300	8,791	2,272	2,060	2,089	2,032	1,641	1,453	23,106	42,239
Households	2400	639	300	277	275	275	257	250	14,205	43,443
Other	2500	—	—	—	—	—	—	—	16,480	30,321
Total By Customer Group	2600	10,494	3,162	2,929	2,971	12,959	2,292	2,048	67,554	87,823

The table above shows municipal debtors for the month of December 2023 per income source and per customer group. It should be noted that the municipality's leading source of income when it comes to debtors is property rate followed by interest on arrears which is an indication that we have more debtors that have stayed for longer periods outstanding. It should also be noted that the municipality's majority of debtors are more than 150 days old. This could prompt a write-off at some point if these are not collected as they overstate the municipality's balance sheet.

The biggest category of debtors is government and they owe the municipality long outstanding amounts followed by households. This is due to some accounts that are being disputed by consumers and government schools that public works says are not surveyed and therefore they cannot pay according to their processes until they have been surveyed.

4. Creditors' analysis

EC443 Winnie Madikizela Mandela - Supporting Table SC4 Monthly Budget Statement - aged creditors - M06 December

Description R thousands	NT Code	Budget Year 2023/24								Prior year totals for chart (same period)
		0 - 30 Days	31 - 60 Days	61 - 90 Days	91 - 120 Days	121 - 150 Days	151 - 180 Days	181 Days - 1 Year	Over 1 Year	
Creditors Age Analysis By Customer Type										
Bulk Electricity	0100									-
Bulk Water	0200									-
PAYE deductions	0300									-
VAT (output less input)	0400									-
Pensions / Retirement deductions	0500									-
Loan repayments	0600									-
Trade Creditors	0700		13							13
Auditor General	0800									-
Other	0900									-
Total By Customer Type	1000	13	-	-	-	-	-	-	-	13

The above table shows the municipality's creditors and their ageing.

5. Investment portfolio analysis

EC443 Winnie Madikizela Mandela - Supporting Table SC5 Monthly Budget Statement - investment portfolio - M06 December

Investments by maturity Name of institution & Investment ID R thousands	Ref	Period of Investment Yrs/Months	Type of Investment	Capital Guarantee (Yes/ No)	Variable or Fixed interest rate	Interest Rate*	Commission Paid (Rands)	Commission Recipient	Expiry date of Investment	Opening balance	Interest to be realised	Partial / Premature Withdrawal (4)	Investment Top Up	Closing Balance
Municipality														
FNB CALL DEPOSIT ACCOUNT(62550717767)		Not fixed	Call Deposit	No	Variable	0.005053814	0	n/a	not fixed	6,268	32	(12,454)	13,500	7,345
FNB CALL DEPOSIT ACCOUNT(62459758078)		Not fixed	Call Deposit	No	Variable	0.00208676	0	n/a	not fixed	7,008	15	(7,008)	-	15
FNB CALL DEPOSIT ACCOUNT(62028477992)		Not fixed	Call Deposit	No	Variable	0.006108636	0	n/a	not fixed	367,058	2,241	(18,141)	113,735	464,893
FNB CALL DEPOSIT ACCOUNT(62816769220)		Not fixed	Call Deposit	No	Variable	0.011868724	0	n/a	not fixed	359	4	(15)	500	848
FNB CALL DEPOSIT ACCOUNT(62816773073)		Not fixed	Call Deposit	No	Variable	0.001986303	0	n/a	not fixed	2,277	5	(2,277)	-	5
FNB CALL DEPOSIT ACCOUNT(62896110170)		Not fixed	Call Deposit	No	Variable	1.279495745	0	n/a	not fixed	27	35	-	9,168	9,230
FNB CALL DEPOSIT ACCOUNT(62852108531)		Not fixed	Call Deposit	No	Variable	0.006157537	0	n/a	not fixed	2,673	16	-	-	2,690
FNB CALL DEPOSIT ACCOUNT(62550715828)		Not fixed	Call Deposit	No	Variable	0.004809421	0	n/a	not fixed	1,462	7	(529)	-	940
Entities										387,133	2,355	(40,425)	136,903	485,965
Entities sub-total														
TOTAL INVESTMENTS AND INTEREST	2									387,133		(40,425)	136,903	485,965

The table above shows the municipality's investments performance. The table shows that the municipality's cash and cash equivalents increased during the month by over R98.8 million which lead to an increase in its investments for the month of December 2023. It should however be noted that this only reflects the difference between what was received and what was spent.

6. Allocation and grant receipts and expenditure

a) Transfers & Grants Receipts

EC443 Winnie Madikizela Mandela - Supporting Table SC6 Monthly Budget Statement - transfers and grant receipts - M06 December

Description	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast
R thousands										
RECEIPTS:	1,2									
Operating Transfers and Grants										
National Government:		21,111	349,397	–	113,735	260,258	174,699	83,865	48.0%	349,397
Local Government Equitable Share		–	341,204	–	113,735	255,903	170,602	85,301	50.0%	341,204
Finance Management		2,100	2,100	–	–	2,100	1,050			2,100
Integrated National Electrification Programme		–	–	–	–	–	–			–
EPWP Incentive		3,687	3,222	–	–	2,255	1,611			3,222
Neighbourhood Development Partnership Grant		–	–	–	–	–	–			–
Municipal Infrastructure Grant		2,534	2,871	–	–	–	1,436	(1,436)	-100.0%	2,871
Disaster relief grant		12,790	–	–	–	–	–	–		–
Provincial Government:		500	500	–	–	500	250	250	100.0%	500
Health subsidy		–	–	–	–	–	–	–		–
Capacity Building and Other		500	500	–	–	500	250			500
Other transfers and grants [insert description]		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Operating Transfers and Grants	5	21,611	349,897	–	113,735	260,758	174,949	84,115	48.1%	349,897
Capital Transfers and Grants										
National Government:		98,354	71,555	–	22,668	51,194	35,777	2,149	6.0%	71,555
Municipal Infrastructure Grant (MIG)		48,148	54,555	–	13,500	29,426	27,277	2,149	7.9%	54,555
Neighbourhood Development Partnership		–	–	–	9,168	9,168	–			–
Municipal Disaster Recovery Grant		33,806	–	–	–	–	–			–
Integrated National Electrification Programme Gran		16,400	17,000	–	–	12,600	8,500			17,000
Other capital transfers [insert description]		–	–	–	–	–	–	–		–
Provincial Government:		–	–	–	–	–	–	–		–
District Municipality:		–	–	–	–	–	–	–		–
Other grant providers:		–	–	–	–	–	–	–		–
Total Capital Transfers and Grants	5	98,354	71,555	–	22,668	51,194	35,777	2,149	6.0%	71,555
TOTAL RECEIPTS OF TRANSFERS & GRANTS	5	119,965	421,452	–	136,403	311,952	210,726	86,264	40.9%	421,452

The above table shows grants received during the month of December 2023.

b) Transfers & Grants Expenditure

EC443 Winnie Madikizela Mandela - Supporting Table SC7(1) Monthly Budget Statement - transfers and grant expenditure - M06 December

Description R thousands	Ref	2022/23		Budget Year 2023/24						
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	Full Year Forecast	
EXPENDITURE										
Operating expenditure of Transfers and Grants										
National Government:		21,111	349,397	—	20,168	111,414	174,699	(63,285)	-36.2% 349,397	
Local Government Equitable Share		—	341,204	—	20,641	105,350	170,602	(65,252)	-38.2% 341,204	
Finance Management		2,100	2,100	—	104	1,160	1,050	110	10.5% 2,100	
Integrated National Electrification Programme		—	—	—	—	—	—	—	—	
EPWP Incentive		3,687	3,222	—	—	3,222	1,611	1,611	100.0% 3,222	
Neighbourhood Development Partnership Grant		—	—	—	—	—	—	—	—	
Municipal Infrastructure Grant		2,534	2,871	—	(577)	1,682	1,436	246	17.1% 2,871	
Disaster relief grant		12,790	—	—	—	—	—	—	—	
Provincial Government:		500	500	—	15	89	250	(161)	-64.2% 500	
Health subsidy		—	—	—	—	—	—	—	—	
Capacity Building and Other		500	500	—	15	89	250	(161)	-64.2% 500	
—		—	—	—	—	—	—	—	—	
—		—	—	—	—	—	—	—	—	
Other transfers and grants [insert description]		—	—	—	—	—	—	—	—	
District Municipality:		—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	
Total operating expenditure of Transfers and Grants:		21,611	349,897	—	20,183	111,503	174,949	(63,446)	-36.3% 349,897	
Capital expenditure of Transfers and Grants										
National Government:		98,354	76,295	—	12,560	37,370	38,148	(778)	-2.0% 76,295	
Municipal Infrastructure Grant (MIG)		48,148	54,555	—	10,811	19,714	27,277	(7,563)	-27.7% 54,555	
Neighbourhood Development Partnership Grant		—	—	—	—	—	—	—	—	
Integrated National Electrification Programme Gran		16,400	17,000	—	1,750	14,272	8,500	5,772	67.9% 17,000	
Disaster Recovery Grant		33,806	4,740	—	—	3,384	2,370	1,014	42.8% 4,740	
—		—	—	—	—	—	—	—	—	
—		—	—	—	—	—	—	—	—	
Other capital transfers [insert description]		—	—	—	—	—	—	—	—	
Provincial Government:		—	—	—	—	—	—	—	—	
District Municipality:		—	—	—	—	—	—	—	—	
Other grant providers:		—	—	—	—	—	—	—	—	
Total capital expenditure of Transfers and Grants		98,354	76,295	—	12,560	37,370	38,148	(778)	-2.0% 76,295	
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		119,965	426,192	—	32,744	148,873	213,096	(64,223)	-30.1% 426,192	

The above table shows expenditure on grants that have been allocated to the municipality.

c) Expenditure on approved rollovers

EC443 Winnie Madikizela Mandela - Supporting Table SC7(2) Monthly Budget Statement - Expenditure against approved rollovers - M06

Description	Ref	Budget Year 2023/24				
		Approved Rollover 2022/23	Monthly actual	YearTD actual	YTD variance	YTD variance %
R thousands						%
EXPENDITURE						
Operating expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Local Government Equitable Share						-
Finance Management						-
Integrated National Electrification Programme						-
EPWP Incentive						-
Neighbourhood Development Partnership Grant						-
Municipal Infrastructure Grant						-
Disaster relief grant						-
Provincial Government:		-	-	-	-	
Health subsidy						-
Other transfers and grants [insert description]						-
District Municipality:		-	-	-	-	
[insert description]						-
Other grant providers:		-	-	-	-	
[insert description]						-
Total operating expenditure of Approved Roll-overs		-	-	-	-	
Capital expenditure of Approved Roll-overs						
National Government:		-	-	-	-	
Municipal Infrastructure Grant (MIG)						-
Municipal Disaster Recovery Grant						-
Other capital transfers [insert description]						-
Provincial Government:		-	-	-	-	
District Municipality:		-	-	-	-	
Other grant providers:		-	-	-	-	
Total capital expenditure of Approved Roll-overs		-	-	-	-	
TOTAL EXPENDITURE OF APPROVED ROLL-OVERS		-	-	-	-	-

The table above shows spending progress on the approved rollovers for the year being implemented. The municipality has no rollover application that has been approved as application processes are still in taking place.

7. Cash flow Statement

EC443 Winnie Madikizela Mandela - Table C7 Monthly Budget Statement - Cash Flow - M06 December

Description R thousands	Ref 1	2022/23		Budget Year 2023/24							
		Audited Outcome	Original Budget	Adjusted Budget	Monthly actual	YearTD actual	YearTD budget	YTD variance	YTD variance %	Full Year Forecast	
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Property rates		20,224	29,982	—	411	13,240	14,991	(1,751)	-12%	29,982	
Service charges		54,103	32,606	—	3,425	21,835	16,303	5,532	34%	32,606	
Other revenue		3,680	51,616	—	1,079	5,575	25,808	(20,233)	-78%	51,616	
Transfers and Subsidies - Operational		343,919	349,897	—	113,735	260,758	174,949	85,809	49%	349,897	
Transfers and Subsidies - Capital		93,836	71,555	—	22,668	51,194	35,777	15,416	43%	71,555	
Interest		28,371	15,890	—	2,426	15,885	7,945	7,940	100%	15,890	
Dividends		—	—	—	—	—	—	—	—	—	
Payments											
Suppliers and employees		(312,003)	(380,618)	—	(31,389)	(186,071)	(190,309)	(4,238)	2%	(380,618)	
Interest		—	(100)	—	—	—	(50)	(50)	100%	(100)	
Transfers and Subsidies		—	—	—	—	—	—	—	—	—	
NET CASH FROM/(USED) OPERATING ACTIVITIES		232,129	170,828	—	112,354	182,416	85,414	(97,003)	-114%	170,828	
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE		—	—	—	—	—	—	—	—	—	
Decrease (increase) in non-current receivables		—	—	—	—	—	—	—	—	—	
Decrease (increase) in non-current investments		—	—	—	—	—	—	—	—	—	
Payments											
Capital assets		(149,222)	(141,376)	—	(11,783)	(55,728)	(70,688)	(14,960)	21%	(141,376)	
NET CASH FROM/(USED) INVESTING ACTIVITIES		(149,222)	(141,376)	—	(11,783)	(55,728)	(70,688)	(14,960)	21%	(141,376)	
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans		—	—	—	—	—	—	—	—	—	
Borrowing long term/refinancing		—	—	—	—	—	—	—	—	—	
Increase (decrease) in consumer deposits		—	—	—	—	—	—	—	—	—	
Payments											
Repayment of borrowing		—	—	—	—	—	—	—	—	—	
NET CASH FROM/(USED) FINANCING ACTIVITIES		—	—	—	—	—	—	—	—	—	
NET INCREASE/ (DECREASE) IN CASH HELD		82,907	29,451	—	100,571	126,688	14,726			29,451	
Cash/cash equivalents at beginning:		277,109	277,109	—	386,133	360,015	277,109			360,015	
Cash/cash equivalents at month/year end:		360,015	306,560	—	486,704	486,704	291,835			389,467	

The above table shows how the municipality's cash was applied during the month to account for the movement in actual cash at the bank.

8. Statement of Financial Position

EC443 Winnie Madikizela Mandela - Table C6 Monthly Budget Statement - Financial Position - M06 December

Description	Ref	2022/23	Budget Year 2023/24			
		Audited Outcome	Original Budget	Adjusted Budget	YearTD actual	Full Year Forecast
R thousands	1					
ASSETS						
Current assets						
Cash and cash equivalents		360,015	306,560	—	486,704	306,560
Trade and other receivables from exchange transactions		22,750	46,746	—	35,320	46,746
Receivables from non-exchange transactions		42,668	25,809	—	52,327	25,809
Current portion of non-current receivables		—	—	—	—	—
Inventory		1,384	450	—	1,986	450
VAT		17,621	18,042	—	32,989	18,042
Other current assets		23,568	15,763	—	15,427	15,763
Total current assets		468,005	413,370	—	624,753	413,370
Non current assets						
Investments		—	—	—	—	—
Investment property		42,209	39,090	—	42,209	39,090
Property, plant and equipment		837,613	834,980	—	864,604	834,980
Biological assets		—	—	—	—	—
Living and non-living resources		—	—	—	—	—
Heritage assets		1,261	1,261	—	1,261	1,261
Intangible assets		632	43	—	561	43
Trade and other receivables from exchange transactions		—	—	—	—	—
Non-current receivables from non-exchange transactions		—	—	—	—	—
Other non-current assets		—	—	—	—	—
Total non current assets		881,715	875,374	—	908,636	875,374
TOTAL ASSETS		1,349,720	1,288,744	—	1,533,389	1,288,744
LIABILITIES						
Current liabilities						
Bank overdraft		—	—	—	—	—
Financial liabilities		—	—	—	—	—
Consumer deposits		497	506	—	457	506
Trade and other payables from exchange transactions		52,744	74,019	—	30,062	74,019
Trade and other payables from non-exchange transactions		8,199	—	—	15,422	—
Provision		19,918	20,308	—	15,856	20,308
VAT		—	4,947	—	20,847	4,947
Other current liabilities		—	—	—	—	—
Total current liabilities		81,357	99,779	—	82,644	99,779
Non current liabilities						
Financial liabilities		—	—	—	—	—
Provision		11,485	22,484	—	11,485	22,484
Long term portion of trade payables		—	—	—	—	—
Other non-current liabilities		—	—	—	—	—
Total non current liabilities		11,485	22,484	—	11,485	22,484
TOTAL LIABILITIES		92,842	122,263	—	94,128	122,263
NET ASSETS	2	1,256,878	1,166,481	—	1,439,260	1,166,481
COMMUNITY WEALTH/EQUITY						
Accumulated surplus/(deficit)		1,256,878	1,166,481	—	1,439,260	1,166,481
Reserves and funds		—	—	—	—	—
Other		—	—	—	—	—
TOTAL COMMUNITY WEALTH/EQUITY	2	1,256,878	1,166,481	—	1,439,260	1,166,481

This is the report for December 2023 and we would like the Committee to consider its contents.

9. Municipal Manager's quality certification

Quality Certificate

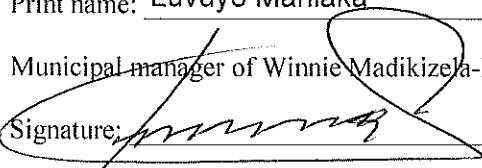
I, Luvuyo Mahlaka, the municipal manager of Winnie Madikizela-Mandela Local Municipality, hereby certify that –

- The monthly budget statement

for the month of December 2023 has been prepared in accordance with the Municipal Finance Management Act and Regulations made under that Act.

Print name: Luvuyo Mahlaka

Municipal manager of Winnie Madikizela-Mandela Local Municipality (EC443)

Signature: 

Date: 11/01/2024

